

PSC NO: 218 GAS
 NIAGARA MOHAWK POWER CORPORATION
 INITIAL EFFECTIVE DATE: 09/01/03
 STAMPS: Issued in compliance with order in Case 01-M-0075 dated 12/03/2001

LEAF: 140
 REVISION: 8
 SUPERSEDING REVISION: 7

**SERVICE CLASSIFICATION NO. 3
 LARGE GENERAL DELIVERY GAS SUPPLY SERVICE**

APPLICABLE TO USE OF SERVICE FOR:

All purposes except as otherwise provided in Service Classification No. 1. Available in all territory served when Company has facilities suitable and adequate for the load.

CHARACTER OF SERVICE:

Continuous, except as provided in Rule 3 of Rules and Regulations. Natural gas or a mixture of natural gas and other gas of not less than 1000 British Thermal Units per cubic foot. Normal pressure 6 inches, but not less than 4 inches, water column.

DEFINITIONS:

Monthly Capacity Gas Supply Charge - the rate per therm reflecting fixed charges provided for in 16 NYCRR 720-6.5, as included in the Monthly Cost of Gas Rate.

Ratchet Usage - equals one-third of the highest monthly usage taken by the customer during any monthly billing period in the previous months of January through March inclusive.

Metered Usage - is equal to the CCF associated with the customer's monthly billing (25-35 days) multiplied by the applicable BTU conversion factor.

Billed Usage - the higher of Metered Usage or Ratcheted Usage as defined above.

MONTHLY RATES:

1. All Customers:

	<u>Delivery Service Rate</u>
First 5,000 Therms or less	\$782.11
Over 5,000 Therms, per Therm	\$0.04627

Issued By: William F. Edwards, President, Syracuse, New York