

PSC NO: 219 GAS
 NIAGARA MOHAWK POWER CORPORATION
 INITIAL EFFECTIVE DATE: 09/01/05
 STAMPS: Issued in Compliance with Order of PSC in Case 01-M-0075 dated 12/03/01.

LEAF: 129
 REVISION: 3
 SUPERSEDING REVISION: 2

**SERVICE CLASSIFICATION NO. 2
 SMALL GENERAL DELIVERY SERVICE AND GAS SUPPLY SERVICE OR
 SMALL GENERAL DELIVERY SERVICE ONLY**

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. Delivery Only Service is applicable only to customers with annual use of less than 50,000 therms.

CHARACTER OF SERVICE:

Customers Purchasing Gas Supply from Niagara Mohawk:

Continuous, natural gas or a mixture of natural gas and other gas of not less than 1000 British Thermal Units per cubic foot on a dry basis. Normal pressure 6 inches, but not less than 4 inches, water column.

Customers Purchasing Gas Supply from an Alternate Supplier:

Transportation of customer-owned, pipeline quality, natural gas will be on a firm basis from a receipt point within the Company's service territory to which this schedule applies to the facilities at the customer's existing delivery point, as specified in the customer's Application for Firm Transportation Service. Delivery of customer-owned gas will be at a pressure approved by the Company. Customer-owned gas to be transported by the Company must be of pipeline quality having a minimum BTU value of 1000 BTU per cubic foot on a dry basis. The gas quality must meet the Public Service Commission's rules and regulations regarding concentrations of hydrogen sulfide, total sulfur and ammonia. Filtration of dust and liquid hydrocarbons, and water removal will be required.

MONTHLY DELIVERY SERVICE RATES:

All Customers, as described above:

	<u>Delivery Service Rate</u>
First 3 Therms or less	\$19.35
Next 277 Therms, per Therm	\$0.26966
Next 4,720 Therms, per Therm	\$0.15686
Over 5,000 Therms, per Therm	\$0.05028

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