Received: 10/29/1999 Status: CANCELLED Effective Date: 11/01/1999

..DID: 10342

..TXT: PSC NO: 218 GAS LEAF: 138 COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 2

SUPERSEDING REVISION: 1 INITIAL EFFECTIVE DATE: 11/01/99

STAMPS: Issued in Compliance with order in C. 99-G-0170 et.al. dated 10/15/99.

Cancelled by 3 Rev. Leaf No. 138 Effective 08/01/2000 RECEIVED: 10/29/99 STATUS: Cancelled EFFECTIVE: 11/01/99

SERVICE CLASSIFICATION NO. 2 (continued)

INCREASE IN RATES AND CHARGES:

The rates and charges under the service classification, including Monthly Delivery Service, Monthly Cost of Gas and minimum charge, will be increased by a tax factor pursuant to Rule 19.

TERMS OF PAYMENT:

Bills are due and payable. Full payment must be received on or before the date shown on the bill to avoid a late payment charge of one and one-half percent (1 1/2%) pursuant to Rule 15.2.

TERM:

One year and thereafter until canceled. This annual term provision will not apply in instances where delivery service customers are involuntarily switched back to sales service.

SPECIAL PROVISIONS:

- A. Company shall not be obliged to supply service facilities of a capacity in excess of that necessary to supply utilization equipment normally and regularly used by customer.
- B. Written application upon Company's prescribed forms is required.
- C. Whenever service is supplied where extension of distribution main facilities for service is requested, construction will be in accordance to Rule 10 of this schedule.
- D. When the applicant to be served is equipped with a dual burner installation adapted for use of either gas or other alternate fuel, and when the business to be served requires that Company supply facilities with a gas supply capacity of 3,000,000 BTU per hour or more at normal pressure of 6 inches water column and when the gas service will not be utilized initially, such facilities will be constructed only when applicant:
 - 1. Agrees to pay company a minimum annual amount for service during each of the first five years equal to not less than one-third of the actual reasonable cost to Company of all facilities installed on applicant's premises to supply his requirements, or
 - Makes a cash contribution of the actual reasonable cost to Company of all facilities installed on applicant's premises to supply his/her requirements, less the actual reasonable cost of facilities which would be required for purposes other than the supply of service to the dual burner equipment.
- E. Company will supply service to gas-fired emergency electric generators in accordance with Rule 18.

Issued By: <u>Darlene D. Kerr, Executive Vice President, Syracuse, New York</u>