..DID: 11974 ..TXT: PSC NO: 218 GAS LEAF: 109 COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 2 INITIAL EFFECTIVE DATE: 06/22/00 SUPERSEDING REVISION: 1 STAMPS: Cancelled by 3 Rev. Leaf No. 109 Effective 01/01/2001 RECEIVED: 05/16/00 STATUS: Cancelled EFFECTIVE: 06/22/00 GENERAL INFORMATION

18. GAS FIRED EMERGENCY ELECTRIC GENERATION:

18.1 Company will allow the attachment of gas-fired emergency electric generators under the following conditions:

18.1.1 Only sufficient emergency electric generation may be installed to provide minimum requirements for safety and health.

18.1.2 The customer shall pay all costs associated with meter installation and, if necessary, system reinforcement, mains and service laterals.

18.1.3 When the Company has sales restrictions, the emergency electric generation customer will be penalized for excessive usage.

18.1.3.1 Excessive usage will occur when the customer exceeds his existing annual limitation for other uses plus an annual emergency electric generation allotment allowing one-half (1/2) hour testing each week and estimated use during verifiable power outages.

18.1.3.2 Usage over this new annual limitation will be billed, where appropriate, at the maximum tariff penalty for unauthorized use.

19. TAX FACTORS APPLICABLE IN MUNICIPALITY WHERE SERVICE IS SUPPLIED:

19.1 The rates and charges for service under all Service Classifications of this Schedule P.S.C. No. 218 Gas, including Cost of Purchased Gas (Rule 17) and minimum charges, shall be increased by a factor developed from the aggregate percentage rate of the taxes imposed on the Company's gas revenues pursuant to Sections 186 and 186-a of the State Tax Law; Section 20-b of the General City Law; and Section 5-530 of the Village Law. The total of all rates and charges will be multiplied by 1 plus a factor equal to the result of the tax rate divided by 1 minus the tax rate for the appropriate municipality.