Received: 05/15/1999

Status: CANCELLED
Effective Date: 05/16/1999

..DID: 8694

..TXT: PSC NO: 218 GAS LEAF: 206.12 COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 0

INITIAL EFFECTIVE DATE: 05/16/99 SUPERSEDING REVISION:

STAMPS: Issued in Compliance with order of PSC in C. 98-G-0122 dated 03/17/99.

RECEIVED: 05/15/99 STATUS: Effective EFFECTIVE: 05/16/99

SERVICE CLASSIFICATION NO. 14
GAS TRANSPORTATION SERVICE FOR DUAL FUEL ELECTRIC GENERATORS

Special Provisions (continued)

H. <u>Price and Payment</u> (continued)

1.3 Real-time Value Adder, whose rate would reflect the increases/decreases in wholesale market price of electricity relative to changes in the cost of gas for generation. The value component would be triggered by an increase/decrease in the spread between the cost of gas and electricity. Initially the Real-Time Value Adder will be set at zero. This value adder shall be calculated daily. The customer shall be notified of the value for the initial spark spread.

The Real-Time Value Adder shall be calculated on a daily basis according to the following.

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