Received: 07/03/1997

Status: CANCELLED

Effective Date: 09/12/1997

..DID: 797

..TXT: PSC NO: 218 GAS LEAF: 144

COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 0

INITIAL EFFECTIVE DATE: 09/12/97 SUPERSEDING REVISION:

STAMPS:

Cancelled by 1 Rev. Leaf No. 144 Effective 11/01/1999 RECEIVED: 07/03/97 STATUS: Cancelled EFFECTIVE: 09/12/97

SERVICE CLASSIFICATION NO. 4 (continued)

DEFINITIONS: (continued)

5. (continued)

calculation is made to the aggregate commodity volumes of gas purchased for delivery to customers, during the twelve calendar months immediately preceding the computation date, dividing the dollars of gas cost so obtained by the quantity of gas used in the computation of said cost, and adjusting the result so obtained by the Factor of Adjustment as defined in Rule 17.1, the total thereof increased through division by a tax factor as stated on effective Statement of Revenue Tax Surcharge.

6. The Firm Gas Price as used herein shall be computed monthly (except as provided for under Special Provision I) as the equivalent tail block rate per Dt for Service Classification No. 3, Large General Service, plus a Commodity Cost Adjustment Rate per Dt; reflecting the rates and charges of the Company's gas supplier or suppliers in effect as of the first day of the month for which the calculation is made, the total thereof increased through division by a tax factor as stated on the effective Statement of Revenue Tax Surcharge.

CALENDAR MONTH RATE:

The Calendar Month Rate per Dt, determined at the sole discretion of the Company, will be not less than the Adjusted Commodity Cost of Gas and not more than the Firm Gas Price. The Contract Facilities Charge is three hundred dollars (\$300.00), except for Service Classification No. 4 customers formerly served under Service Classification No. 4 of P.S.C. No. 1 - Gas of NM Suburban Gas Inc. whose contract facilities charge is three hundred dollars (\$300.00). The total charge shall be increased through division by a tax factor as stated on the effective Statement of Revenue Tax Surcharge.

NOTIFICATION OF RATE:

The Company will notify Customers served under this Service Classification of the Calendar Month Rate not less than three (3) days prior to the month (except as provided for under Special Provision I) for which such Calendar Month Rate will apply. Notification shall be made by a Statement of Calendar Month Rate, which shall also contain the Equivalent Gas-Oil Price, the Adjusted Commodity Cost of Gas, the Firm Gas Price and a price for gas taken under the terms of Special Provision E, below, equal to twelve times the highest demand rate to be in effect for gas purchased by the Company from its supplier or suppliers. Such Statement of Calendar Month Rate will be duly filed with the Public Service Commission, apart from this Schedule, not less than three (3) days before the beginning of the month (except as provided for under Special Provision I) for which such rate will be in effect, and will be available to the public at Company offices at which application for service may be made.

Issued By: Albert J. Budney, Jr., President, Syracuse, New York