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..TXT: PSC NO: 218 GAS LEAF: 104
COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 1
INITIAL EFFECTIVE DATE: 12/01/97 SUPERSEDING REVISION: 0
STAMPS: Issued in Compliance with PSC Order in Case 97-G-0600 dated 10/07/97.
Cancelled by 2 Rev. Leaf No. 104 Effective 07/01/1998
RECEIVED: 10/28/97 STATUS: Cancelled EFFECTIVE: 12/01/97
GENERAL INFORMATION

17. ADJUSTMENT OF RATES IN ACCORDANCE WITH CHANGES IN THE COST OF PURCHASED GAS
(continued)

during the twelve calendar months immediately preceding the computation date, and dividing the dollars of gas commodity 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.

17.11 Statement of Commodity Cost Adjustment Clause (CCAC)

17.11.1 The Commodity Cost Adjustment Clause, applicable to billings under Service Classification Nos. 1, 2 and 3 computed as set forth herein, will become effective the first day of the calendar month following the computation date, provided however, that the CCAC will be prorated. The Commodity Cost Adjustment Clause will continue in effect until changed. Not less than three (3) days prior to any change in the Commodity Cost Adjustment Clause resulting from this provision for adjustments of rates according to changes in the total commodity cost of purchased gas, a statement of the Commodity Cost Adjustment Clause will be duly filed with the Public Service Commission apart from this rate schedule. The statement shall contain the service classifications to which the rate adjustment applies, the base cost of purchased gas, the present average commodity cost of purchased gas, the date at which, and the period for which the present average commodity cost of purchased gas was determined, the amount of adjustment per Therm, the date when the increase or decrease in rates shall become effective and the period that the rate adjustment will remain in effect. Such statement will be available to the public at Company offices at which applications for service may be made.

17.11.2 The initial Fixed Price Commodity Cost Adjustment Clause (FCCAC), applicable to billings to customers who elect the fixed price option under Service Classification Nos. 1, 2, and 3 will become effective December 1, 1997, remaining in effect through April 30, 1998. Fixed price customers will receive a prorated FCCAC when a part of the customer's billing cycle is outside the term period for which the FCCAC is effective. This prorated FCCAC will be based on the FCCAC and CCAC effective for the applicable time period. Not less than three (3) days prior to any change in the Fixed Commodity Cost Adjustment Clause (FCCAC), a statement of the FCCAC will be duly filed with the Public Service Commission apart from this rate schedule. Such statement will be available at company offices at which applications for Service may be made.

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