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COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 2
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SERVICE CLASSIFICATION NO. 6
LARGE VOLUME INTERRUPTIBLE TRANSPORTATION SERVICE

APPLICABLE TO GAS SERVICE FOR:

Interruptible Transportation of customer owned gas on a "best efforts" basis by the Company for customers that are capable of transporting and consuming at least 2,500,000 therms annually.

CHARACTER OF SERVICE:

Delivery of Customer-owned gas will be at a pressure approved by the Company. Customer-owned gas to be transported by the Company must be of pipeline quality having a minimum BTU value of 1,000 BTU per cubic foot on a dry basis. The gas quality must meet the Public Service Commission's rules and regulations regarding concentrations of hydrogen sulfide, total sulfur and ammonia. Filtration of dust and liquid hydrocarbons, and water removal will be required.

BTU ADJUSTMENT:

Customer-owned gas will be converted from volumetric measurement in CCF to Therm measurement, 100,000 BTU per therm on a dry basis, if required, at the point customer-owned gas enters the Company's distribution system. The factor for converting CCF measurement to therm measurement will be as set forth in Rule 14.3.

DEFINITIONS:

For the purposes of this Service Classification the following terms are defined below:

- a) Maximum Peak Day Quantity (MPDQ) - Means the maximum quantity of gas that the customer may take on any winter day. Customer's MPDQs will be calculated according to the Base and Thermal Methodology.
- b) "Base and Thermal Methodology" - "Daily Baseload" equals the customer's average daily usage in the two months of lowest daily usage during the period of June through September. Annual Baseload equals Daily Baseload multiplied by 365. Thermal usage equals total usage during the twelve-month period minus Annual Baseload. "Degree Day Usage" equals Thermal Usage divided by the total number of degree days during the twelve-month period. The Maximum Peak Day Quantity equals the product of Degree Day Usage multiplied by 75 plus Daily Baseload.
- c) Ceiling Rate - The SC6 Ceiling Price for each rate category will be the effective annual SC8 firm rate (exclusive of the initial block charge) for like consumption based on monthly consumption for the historical periods twelve months ending May of each year. In no case will the ceiling price exceed the first block rate for equivalent firm transportation service for Service Classification No. 8.

Issued By: Darlene D. Kerr, Executive Vice President, Syracuse, New York