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PSC NO: 220 ELECTRICITY NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: MARCH 1, 2016

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Case 15-M-0252

GENERAL INFORMATION

34. ECONOMIC DEVELOPMENT PROGRAMS: (Continued)

34.5 Program 4 - Power For Jobs Rider (Continued)

34.5.3 Billing Methodology (Continued)

34.5.3.5 Customers served under Program 4 - PFJR, are subject to the following Rules of this Schedule:

34.5.3.5.1 PFJ allocations under this PFJ program shall be exempt from Rule 41 – System Benefit Charge ("SBC"). Rule No. 41.2.3 sets forth the grandfathering provision for customers who have previously elected to pay the SBC on their exempt load.

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34.5.3.5.2 Rule 32, Increase in Rates Applicable in Municipality Where Service is Supplied, shall be applied to the total billing amount.

34.5.3.6 The Company has the right to revise the PFJR rates through a filing with the appropriate regulatory body, in accordance with the applicable rules and regulations of such regulatory body.

34.5.4 LOAD FACTOR SHARING: (ELECTED METHODOLOGY)

Load Factor Sharing is the methodology which allocates metered deliveries (demand and energy) between two sources of supply (in this instance, the Company and PFJR Service furnished by NYPA) for the purposes of billing. The methodology employed in this Rule 34.5.4 uses the ratio of the customer's PFJR contract demand and the customer's maximum metered demand in the billing period to apportion both demand and energy between two generating sources for the current month.

34.5.4.1 Determination of Billing Demand and Energy:

The maximum metered fifteen minute demand (30 minute for SC-4) in the current billing period, as determined in accordance with the provisions of the applicable Service Classification, shall be used as the basis for the determination of NYPA and Company billing demands. NYPA and Company billing energy shall be determined by the application of Load Factor Sharing on each 15 minute (30 minute for SC-4) interval basis, hereinafter interval. A step by step billing procedure used to calculate NYPA and Company billing determinants is described as follows:

34.5.4.1.1 Calculate the ratio (hereinafter referred to as BILLING DETERMINANT RATIO, BDR) which is used to allocate the present calendar month's demand and energy between NYPA and the Company. The BDR's numerator is the PFJR contract demand and the BDR's denominator is the greater of:

Issued by Kenneth D. Daly, President, Syracuse, NY 13212