

PSC NO: 220 ELECTRICITY
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: JANUARY 1, 2012

LEAF: 235.1
REVISION: 1
SUPERSEDING REVISION: 0

GENERAL INFORMATION (CONTINUED)

51. NYSERDA LOAN INSTALLMENT PROGRAM

51.1 On August 4, 2011, the Power NY Act of 2011 was enacted which amends the Public Service Law to address the establishment of the Green Jobs-Green New York Program administered by the New York State Energy Research and Development Authority ("NYSERDA") or its designated agent. This program provides for an on-bill recovery mechanism for certain qualified residential and non-residential customers to pay back loans for energy efficiency improvements approved and obtained through NYSEDA ("NYSEDA Loan Installment Program"). As set forth in this law, the Company will bill and collect NYSEDA Loan Installment amounts on a customer's utility bill when notified by NYSEDA that these NYSEDA Loan Installments apply to the customer's utility account. Agreements to participate in the NYSEDA Loan Installment Program may be executed with NYSEDA by customers who have primary account meter responsibility and meet eligibility standards established by NYSEDA. In addition, for residential properties, the customer must also hold primary ownership of the premises. Unless otherwise precluded by law, participation in the NYSEDA Loan Installment Program shall not affect a customer's eligibility for any rebate or incentive offered by the Company. In order to comply with the requirements set forth in the Power NY Act of 2011, the Company will provide NYSEDA, or its agents, certain customer information and take other actions for purposes of the NYSEDA Loan Installment Program. The Company will implement the NYSEDA Loan Installment Program no later than May 30, 2012.

51.1.1 All customer information released to NYSEDA by the Company will be considered confidential. Customers making application to NYSEDA under the NYSEDA Loan Installment Program will be required to provide consent for NYSEDA's use of the customer's utility account information. For premises with an outstanding NYSEDA Installment Loan, the Company will release to NYSEDA each successor customer's information pursuant to the requirements of the Power NY Act of 2011.

51.1.2 The number of customers that may participate in the NYSEDA Loan Installment Program under this Rule will initially be limited to no more than one-half of one percent of the Company's total 2011 customer population as reported to the Commission in the Company's PSC Annual Report, as of December 31, 2011, on a first-come, first-served basis.

51.2 NYSEDA will have direct responsibility for advising the Company of the NYSEDA Loan Installment amount and loan term in months to be billed for each customer NYSEDA has advanced monies under the NYSEDA Loan Installment Program. The responsibility of the Company is limited to providing billing and collection services for NYSEDA. Such billing and collection services will be available regardless of whether the electricity or gas delivered by the Company is the customer's primary energy source. The Company will commence charging the NYSEDA Loan Installment on the customer's next cycle bill for utility service after notification by NYSEDA, if practical, but not later than the second billing cycle after receipt of the notification. For each monthly period billed, the Company will include the monthly NYSEDA Loan Installment amount until the NYSEDA Loan Installment obligation is satisfied or the account is closed. A monthly billing period will be defined as any billing period of not less than twenty-five calendar days

Issued by Thomas B. King, President, Syracuse, NY