

PSC NO: 220 ELECTRICITY
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: APRIL 27, 2009

LEAF: 361
REVISION: 0
SUPERSEDING REVISION:

SERVICE CLASSIFICATION NO. 1-C (Continued)

SPECIAL PROVISIONS: (Cont.)

- B. Customers, in good standing, have the option, with the consent of the Company, of paying for service under the Company's Monthly Budget Plan. The plan covers up to twelve months billing and can be started at the customer's option either with the next bill or as of the last bill. If the customer starts budget billing as of the last bill, the last bill is canceled and is rebilled under budget billing. The initial budget amount is based on an average of the preceding twelve months of actual and estimated energy related charges.

Monthly budget amounts are reviewed on an ongoing basis and may be changed, as needed, to produce level budget billings through the end of the budget period. The difference between the actual and billed charges will be maintained as a deferred balance. If the Customer decides to end involvement with the program or end service with the Company, the deferred balance will be settled or rolled over for all customers in the twelfth month.

Budget bills are due and payable when rendered. Full payment must be received on or before the date shown on the bill to avoid a late payment charge of one and one-half percent (1 1/2%) pursuant to Rule 26.4. If the customer fails to pay the monthly Budget Amount of upon discontinuance of service, the Monthly Budget Payment Plan will be canceled and any deficiency shall be due and payable at once, including any late payment charges assessed. Any overpayment shall be credited to the customer's account. The customer can cancel the plan at any time effective with his next regularly scheduled billing.