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PSC NO: 220 ELECTRICITY NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: APRIL 27, 2009 LEAF: 233 REVISION: 0 SUPERSEDING REVISION:

GENERAL INFORMATION

48. ADMINISTRATION OF STANDARD RATE SERVICE AND MARKET RATE SERVICE (Continued)

48.1.2 Market Rate Service

Customers who elect to take service under the Market Rate Service who take ESS from the Company shall be exposed to fluctuations in the market price of electricity.

- 48.1.2.1 Any customer referenced in Rule 48.1.1.1 is eligible to elect service under this option in accordance with the terms and conditions set forth in this Rule 48.
- 48.1.2.2 All customers who are served under the Market Rate Service as of August 31, 2001 may continue to be served under this service in accordance with the Term provisions set forth in Rule 48.3. Customers will be given the opportunity to return to Standard Rate Service prior to the effective date of the new Term provisions set forth in Rule 48.3.
- 48.1.2.3 Customers served under the Market Rate Service will not have a DCA, set forth in Rule 29, applied to their service bills.

48.2 Subscription and Enrollment Guidelines

- 48.2.1 A fixed amount of electricity will be allocated to the Market Rate Service. The Company will allocate 2150 gigawatthours of electricity on a rolling twelve-month projected basis based on each subscribing customer's projected annual usage. Standard Rate Service customers will be allowed to transfer to Market Rate Service on a first-come, first-served basis until the 2150 gigawatthour allocation is fully subscribed.
 - 48.2.1.1 The Company will restrict new customer access to Market Rate Service when the prescribed limit set forth in Rule 48.2.1 has been reached.
- 48.2.2 Written application from the Customer upon the Company's prescribed forms will be required to initiate service under Market Rate Service. Empire Zone customers who have a portion of their load served at Standard Tariff rates, will also have that portion of their load billed at the applicable class' load shape and will not be required to install interval metering.

48.3 **Term**

A customer eligible to take service under the Market Rate Service may elect to be served under the Market Rate Service at any time.