Received: 04/12/2010 State

Status: CANCELLED Effective Date: 05/20/2010

PSC NO: 219 GAS

NIAGARA MOHAWK POWER CORPORATION

LEAF: 150

REVISION: 7

INITIAL EFFECTIVE DATE: 05/20/10 SUPERSEDING REVISION: 5

STAMPS: Issued in Compliance with Order of PSC in Case 08-G-0609 dated 05/15/09.

SERVICE CLASSIFICATION NO. 7 SMALL VOLUME FIRM GAS TRANSPORTATION SERVICE (CONTINUED)

BILLING QUANTITY:

The amount of gas to be billed each month under this Service Classification by the Company to the customer will be the amount consumed by the customer during any given calendar month.

All Customers, as described above:

First 2,100 Therms or less Over 2,100 Therms, per Therm Delivery Service Rate \$ 350.95 \$0.12672

SYSTEM BENEFITS CHARGE:

In addition to the above delivery service charges, all customers taking service under this service classification shall be subject to a System Benefits Charge as explained in General Information Rule No. 31.

INCREMENTAL STATE ASSESSMENT SURCHARGE:

In addition to the above delivery service charges, all customers taking service under this Service Classification shall be subject to an Incremental State Assessment Surcharge as explained in General Information Rule 35.

DELIVERY SERVICE ADJUSTMENTS:

All customers taking service under this Service Classification shall be subject to a Research and Development Surcharge as explained in General Information Rule No. 30, and a Revenue Decoupling Mechanism Adjustment as explained in General Information Rule No. 32.

STATEMENT OF TRANSPORTATION RATES:

All surcharges or refunds applicable to billings for Service Classification Nos. 1, 2, 5, 7, and 8 will be duly filed with the Public Service Commission apart from this rate schedule, not less than three (3) days prior to the first of each month. Such statement will be available to the public at the Company's offices at which application for service may be made.

INCREASE IN RATES AND CHARGES:

The rates and charges under this Service Classification will be increased by a tax factor pursuant to Rule 19.

TERMS OF PAYMENT:

Bills are due and payable. Full payment must be received on or before the due date shown on the bill to avoid a late payment charge of one and one-half percent $(1 \frac{1}{2})$.

TERM:

One year initially and renewable on a year-to-year basis thereafter until canceled on a prior thirty-day written notice by Company or customer.

Issued By: Thomas B. King, President, Syracuse, New York