

PSC NO: 219 GAS  
NIAGARA MOHAWK POWER CORPORATION  
INITIAL EFFECTIVE DATE: 11/01/07  
STAMPS: Issued in Compliance with Order of PSC in Case 06-G-0059 dated 8/23/07.

LEAF: 35  
REVISION: 1  
SUPERSEDING REVISION: 0

### GENERAL INFORMATION

#### 3. PRIORITY OF SERVICE: (continued)

3.4.4.1.3 S.C. 9 customer bills who are in noncompliance under Rule 3.4 of this rate schedule will have their invoices subject to an additional charge. The additional charge will be equal to twice the charge assessed under Rule 3.3 of this rate schedule for unauthorized usage during periods of interruption.

3.4.4.1.4 S.C. 14 customer bills who are in noncompliance under Rule 3.4 of this rate schedule will have their invoices subject to an additional charge. The additional charge will be equal to 120% of the applicable wholesale electric rate at the time of non compliance, converted to a gas rate.

#### 3.5 Verification of Alternate Fuel Requirements:

3.5.1 The Company will conduct an on-site inspection of a random sampling of interruptible customers taking service under S.C. Nos. 4, S.C. 6, S.C. 9 and S.C. 14 in order to verify the alternate fuel requirements set forth in Rule 3.4 above.

3.5.2 In addition, the Company will conduct an on-site inspection for any customer who failed to switch to alternate fuel in the 1999/2000 heating season and in subsequent winter seasons. The details of the Company's verification plan including the confirmation by the customer of 10 days of storage capacity and alternate fuel source, or lesser amounts as appropriate, will be set forth in the Company's Gas Transportation Operating Procedures Manual.

Issued By: William F. Edwards, President, Syracuse, New York