

PSC NO: 218 GAS

LEAF: 98

NIAGARA MOHAWK POWER CORPORATION

REVISION: 3

INITIAL EFFECTIVE DATE: 11/01/03

SUPERSEDING REVISION: 2

STAMPS: Issued in Compliance with Order of PSC in Case 02-M-0515 dated 04/24/03.

GENERAL INFORMATION

17. ADJUSTMENT OF RATES IN ACCORDANCE WITH CHANGES IN THE COST OF PURCHASED GAS:
(continued)

17.3.7 Load Factor

The Monthly Cost of Gas Rate applicable to Service Classification Nos. 1, 2, 3 and 12 shall be further adjusted for load factor as defined herein. The Average Demand Cost of Gas as defined in Rule 17.3.2 shall be further adjusted for the following factors to reflect class load factor. These factors may be updated by the Company from time to time.

SC1	1.00
SC2 RNH	1.00
SC2 RH	1.00
SC2 CH	1.00
SC2 CNH	1.00
SC2 IND	0.84
SC3	0.83
SC12	0.40

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