

PSC NO: 219 GAS
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: 08/01/03

LEAF: 136
REVISION: 0
SUPERSEDING REVISION:

**SERVICE CLASSIFICATION NO. 4
INTERRUPTIBLE - LARGE VOLUME
(Service not available to new customers after June 1, 1996)**

APPLICABLE TO USE OF SERVICE FOR:

Large volume requirements, on a totally interruptible basis, of customers who normally use gas at a rate of not less than 250,000 Dt under this Service Classification per year, subject to Special Provisions hereof. Available in all territory served where Company has existing facilities suitable and adequate for the load, or in the instance of an application for additional service subject to Rules 3.1.2 and 10 of this Schedule.

CHARACTER OF SERVICE:

Totally interruptible at the sole discretion of the Company; natural gas or a mixture of natural gas and other gas. Normal pressure 6 inches, but not less than 4 inches, water column.

DEFINITIONS:

1. The Oil Price is the average of the New York Harbor prices per barrel for large volume oil purchases of Number 6 residual oil having the sulfur content prescribed by State Regulations. The average is based upon prices in effect for the last week of the previous month and the first three weeks of the current month, and is stated in dollars per gallon of oil.
2. The Equivalent Gas-Oil Price is ninety-five percent (95%) of the Oil Price multiplied by the Conversion Factor.
3. The Conversion Factor is the relationship of the Btu heat content in a gallon of No. 6 oil to the Btu heat content in one Dt of gas purchased by the Company. The Conversion Factor is 6.6667.
4. The Adjusted Commodity Cost of Gas is the Average S.C. 4 Commodity Cost of Gas purchased during the month from the Company's supplier or suppliers plus ten (10) cents per Dt.
5. The Average S.C. 4 Commodity Cost of Gas as used herein shall be as stated in Rule 17.3.8.1 (except as provided for under Special Provision 9).

The Average S.C. 4 Commodity Cost of Gas shall be increased by the Factor of Adjustment as defined in Rule 17.1.
6. The Firm Gas Price as used herein shall be computed monthly (except as provided for under Special Provision 9) as the equivalent tail block rate per Dt for Service Classification No. 3, Large General Service, plus a Monthly Cost of Gas Rate per Dt; reflecting the rates and charges of the Company's gas supplier or suppliers in effect as of the first day of the month for which the calculation is made.

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