

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

LEAF: 219
REVISION: 0
SUPERSEDING REVISION:

**SERVICE CLASSIFICATION NO. 14
GAS TRANSPORTATION SERVICE FOR DUAL FUEL ELECTRIC GENERATORS (CONTINUED)**

DEFINITIONS: (continued)

“Minimum Annual Bill” - Customer shall pay a minimum annual bill calculated by multiplying the Minimum Annual Delivery Quantity by the cost per dekatherm of transportation service. In any Contract Year that actual billing for transportation service is below the Minimum Annual Delivery Quantity, the difference between the Minimum Annual Delivery Quantity and actual annual Delivery Quantity shall be determined by Niagara Mohawk at the conclusion of each Contract Year and included in the invoice for the last month of such Contract Year to the extent not previously paid.

“Minimum Annual Delivery Quantity” - The Service Agreement will specify the minimum annual Delivery Quantity of transportation gas for which customer will be billed, measured at the Delivery Point.

“Month” - The period of time beginning at 10 o'clock a.m. Eastern Time on the first calendar Day of a month and ending at 10 o'clock a.m. on the first calendar Day of the subsequent calendar month.

“New Electric Generator” - A customer whose sole purpose is the generation of electricity. This customer seeks gas transportation service under Service Classification No. 14 and does not receive gas transportation or gas sales service under any other applicable service classification.

“Receipt Point” - The citygate interconnection at which Niagara Mohawk receives gas from customer for delivery under this Agreement. The receipt Points that customer may elect may be any point mutually agreed upon by Niagara Mohawk and customer in the Service Agreement.

“Service Agreement” - A gas transportation agreement between the Company and the customer stating terms and conditions for service under Service Classification No. 14.

“Transportation Quantity” - The quantity of customer-owned gas received by the Company in a given period.

INCREASE IN RATES AND CHARGES:

The rate and charges under this service classification will be increased by a tax factor pursuant to **GENERAL INFORMATION** Rule No. 19 of the tariff.

TERM:

The term of the Service Agreement (Term) will commence as of the Effective Date and will continue for five (5) Contract Years.

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