

PSC NO: 218 GAS
 NIAGARA MOHAWK POWER CORPORATION
 INITIAL EFFECTIVE DATE: 09/01/03
 STAMPS: Issued in compliance with order in Case 01-M-0075 dated 12/03/2001

LEAF: 134.1
 REVISION: 3
 SUPERSEDING REVISION: 2

**SERVICE CLASSIFICATION NO. 1
 RESIDENTIAL DELIVERY SERVICE AND GAS SUPPLY SERVICE
 OR
 RESIDENTIAL DELIVERY SERVICE ONLY**

CHARACTER OF SERVICE: (continued)

Customers Purchasing Gas Supply from an Alternate Supplier:

Transportation of customer-owned, pipeline quality, natural gas will be on a firm basis from a receipt point within the Company's service territory to which this Schedule applies to the facilities at the customer's existing delivery point, as specified in the customer's Application for Firm Transportation Service. Delivery of customer-owned gas will be at a pressure approved by the Company. Customer owned gas to be transported by the Company must be of pipeline quality having a minimum BTU value of 1000 BTU per cubic foot on a dry basis. The gas quality must meet the Public Service Commission's rules and regulations regarding concentrations of hydrogen sulfide, total sulfur and ammonia. Filtration of dust and liquid hydrocarbons, and water removal will be required.

MONTHLY DELIVERY SERVICE RATES: (See Special Provisions)

1. Applicable to Residential Service Customers, as described above, located in the district formerly served by NMSuburban Gas Inc. within the Village of East Syracuse and within the Town of Dewitt, Onondaga County, New York:

	<u>Delivery Service Rate</u>
First 3 Therms or less (Non-Heat)	\$11.01
First 3 Therms or less (Heat)	\$14.05
Next 47 Therms, per Therm	\$0.31105
Over 50 Therms, per Therm	\$0.05226

2. All Other Customers:

	<u>Delivery Service Rate</u>
First 3 Therms or less (Non-Heat)	\$13.20
First 3 Therms or less (Heat)	\$14.71
Next 47 Therms, per Therm	\$0.35309
Over 50 Therms, per Therm	\$0.05322

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