PSC NO: 219 GAS LEAF: 124 NIAGARA MOHAWK POWER CORPORATION REVISION: 2 INITIAL EFFECTIVE DATE: 09/01/04 SUPERSEDING REVISION: 1 STAMPS: Issued in Compliance with Order of PSC in Case 01-M-0075 dated 12/03/01.

SERVICE CLASSIFICATION NO. 1 RESIDENTIAL DELIVERY SERVICE AND GAS SUPPLY SERVICE OR RESIDENTIAL DELIVERY SERVICE ONLY (CONTINUED)

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:

	Delivery Service Rate
First 3 Therms or less (Non-Heat)	\$12.86
First 3 Therms or less (Heat)	\$14.38
Next 47 Therms, per Therm	\$0.33012
Over 50 Therms, per Therm	\$0.05274

2. All Other Customers:

	Delivery Service Rate
First 3 Therms or less (Non-Heat)	\$14.71
First 3 Therms or less (Heat)	\$14.71
Next 47 Therms, per Therm	\$0.34921
Over 50 Therms, per Therm	\$0.05322

MONTHLY MINIMUM CHARGE:

Former NMSuburban Customers:

The monthly minimum charge for non-heat customers is \$12.86 for customers served under Section 1 above.

The monthly minimum charge for heat customers is \$14.38 for customers served under Section 1 above.

All Other Customers:

The monthly minimum charge for non-heat customers is \$14.71 served under Section 2 above.

The monthly minimum charge for heat customers is \$14.71 for customers served under Section 2 above.

In addition to the minimum charge, customers may be required to pay a surcharge when service is taken from a main extension constructed in accordance with Rule 10, **GENERAL INFORMATION**.

MONTHLY COST OF GAS:

In addition to the above delivery service charges, customers purchasing their Gas Supply Service from the Company will pay the Monthly Cost of Gas per Therm of gas supplied hereunder as explained in Rule 17 of this schedule.

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