

PSC NO: 219 GAS
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: 05/13/05

LEAF: 216.1
REVISION: 3
SUPERSEDING REVISION: 1
(REVISION 2 PENDING)

STAMPS: Issued in Compliance with Order of PSC in Case 02-M-0515 dated 08/04/04.

**SERVICE CLASSIFICATION NO. 13
DISTRIBUTED GENERATION SERVICE – RESIDENTIAL (CONTINUED)**

MONTHLY MINIMUM CHARGE:

The monthly minimum charge for service under this Rate Schedule is \$24.00. 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.

INCREMENTAL EXPENSES:

In the event the customer's application for service under this Service Classification requires any system reinforcements, including installation of larger capacity service laterals and appurtenant facilities, these reinforcements will be provided solely at the customer's expense.

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.

MERCHANT FUNCTION CHARGE:

Customers purchasing their Gas Supply Service from the Company will be subject to the Merchant Function Charge of 2.222 cents per Therm.

APPROVED REMOTE METERING:

An Approved Remote Meter (ARM) device will not be required for this service. However, upon prior notice to the customer, the Company reserves the right to install an ARM at its own expense. Should the Company decide to install an ARM, the customer shall provide access to an electrical supply, if necessary, and phone line for the operation of the device in an area acceptable to the Company. The customer will not be required to provide a dedicated phone line.

BALANCING:

Customers electing delivery only service under Service Classification No. 13 must participate in Monthly Balancing Service under Service Classification No. 11 – Load Aggregation.

CUSTOMER QUALIFICATION:

The Company may utilize, at its sole discretion, load shape analysis to verify the customer's continued eligibility for Service Classification No. 13. In the event the customer's gas usage is less than expected, triggering a site visit where it is determined that the installed Distributed Generation equipment is no longer operational or has been removed, the customer will be billed, prospectively, on Service Classification No. 1.

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