

PSC NO: 219 GAS
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: 05/23/05

LEAF: 55
REVISION: 1
SUPERSEDING REVISION: 0

GENERAL INFORMATION

10. EXTENSION OF MAINS: (continued)

10.1.6 Non-Residential Applicant:

If an applicant requests service other than residential service, the Company shall furnish, place and construct all mains, service lines, service connections and appurtenant facilities necessary to render the service requested. The cost and expense which the Company must bear shall include:

10.1.6.1 The material and installation costs relating to:

10.1.6.1.1 Up to 100 feet of main and appurtenant facilities; and

10.1.6.1.2 Any service line, service connections and appurtenant facilities located in the public right-of-way; and

10.1.6.2 The amounts legally imposed by governmental authorities for obtaining required work permits and for repairing or replacing disturbed pavement.

10.1.7 Notwithstanding the foregoing, a customer may elect to furnish, place, and construct a portion of the required service line in accordance with Rule 11.7.

10.2 If due to unusual circumstances the actual cost per foot of a particular installation is greater than two times the Company's average cost per foot of new installations for service for the twelve months ended September 30 of the previous year, it may apply to the Commission for relief from so much of this Rule as it deems necessary in order to provide the service.

10.3 The applicant will be responsible for those costs associated with extending the gas main beyond the footage allowed in Rule 10.1. The applicant shall agree to pay Company the rates charged to customers under the appropriate service classifications and in addition:

10.3.1 A surcharge relating to mains and appurtenant facilities including return, depreciation, taxes and maintenance of 20 percent per year of the actual reasonable cost of such facilities that exceeds the portion which the Company is required to install without charge to an applicant.

10.3.1.1 The cost of such facilities includes a main of 4 inches or less in nominal diameter (in the case of low pressure distribution) or of 2 inches or less in nominal diameter (in the case of high pressure distribution). A main shall be considered to be high pressure when a governor is required to be installed between the service connection to the main and the customer's meter.

10.3.1.2 If the Company lays a main *greater than* 4 inches in nominal diameter (in the case of low pressure distribution) or greater than 2 inches in nominal diameter (in the case of high pressure distribution), the surcharge shall not exceed 20 percent per year of the *estimated reasonable cost* of a 4-inch main (in the case of low pressure distribution), or a 2-inch main (in the case of high pressure distribution).

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