

..DID: 18064
..TXT: PSC NO: 218 GAS LEAF: 156.2
COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 2
INITIAL EFFECTIVE DATE: 01/08/02 SUPERSEDING REVISION: 1
STAMPS: Issued in Compliance with Order of PSC in C. 01-M-0075 dated 12/03/01.
RECEIVED: 01/07/02 STATUS: Effective EFFECTIVE: 01/08/02

SERVICE CLASSIFICATION NO. 6 (continued)
LARGE VOLUME INTERRUPTIBLE TRANSPORTATION SERVICE

INCREASE IN RATES AND CHARGES:

The rate and charges under this Service Classification will be increased by a tax factor pursuant to Rule 19.

TERMS OF PAYMENT:

Bills are due and payable. Full payment must be received on or before the date shown on the bill to avoid a late payment charge of one and one-half percent (1 1/2%).

TERM OF SERVICE:

One year initially and renewable on a year to year basis thereafter. Cancellation requires written notice by the Company or customer thirty days prior to the expiration date of the term of service.

TERM OF RATE:

Customers taking service under this Service Classification will have the option of selecting a Monthly or Annual Term of Rate as described below:

A) Monthly Term of Rate:

For those customers electing a Monthly Term of Rate, the price per therm shall be established as prescribed in section entitled CALENDAR MONTH RATE, as provided above in this schedule. This rate setting mechanism is designed to be subject to revision on a monthly basis.

B) Annual Term of Rate:

For those customers electing an annual term of rate the price per therm will be equal to the Annual Lock-In Rate established at the time of the customer's initial lock-in election. Customers electing to choose the Annual Lock-In Rate do so for the twelve month period commencing with the effective date of the elected Annual Lock-In Rate. The Annual Lock-In Rate will be established in accordance with the ANNUAL LOCK-IN RATE provision of this schedule.

Each month the Calendar Month Rates and corresponding Annual Lock-In Rates will be posted to the Company's website by the 15th day of the month preceding the 1st day of the month for which the

Issued By: Darlene D. Kerr, Executive Vice President, Syracuse, New York

rates are effective. If the 15th day falls on a holiday or weekend, then the rates will be posted on the next business day. Customers subscribing to this Tariff Schedule will be required to select via the Company's website (www.nimo.com) their preferred Term of Rate by the 7th calendar day of the month the rates are effective. Failure to select a Term of Rate by the 7th day of the month the rates are effective will result in the rate defaulting to the Monthly Term of Rate option.

Issued By: Darlene D. Kerr, Executive Vice President, Syracuse, New York