

..DID: 8696
..TXT: PSC NO: 218 GAS LEAF: 206.14
COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 0
INITIAL EFFECTIVE DATE: 05/16/99 SUPERSEDING REVISION:
STAMPS: Issued in Compliance with order of PSC in C. 98-G-0122 dated 03/17/99.
RECEIVED: 05/15/99 STATUS: Effective EFFECTIVE: 05/16/99

SERVICE CLASSIFICATION NO. 14
GAS TRANSPORTATION SERVICE FOR DUAL FUEL ELECTRIC GENERATORS

Special Provisions (continued)

H. Price and Payment (continued)

1.3.6 Spark Spread less the Initial or Baseline Amount per MWh shall equal the result of (1.3.4) minus (1.3.5).

1.3.7 Percent of Spark Spread for the Real-Time Value Adder shall equal 5 percent.

1.3.8 Daily Real-Time Value Adder shall equal the product of (1.3.6) multiplied by (1.3.7).

1.4 The Minimum Annual Bill should be based on the cost components of Special Provision H sections 1.1, 1.2, and 1.3 above and reflect no less than 50% of the generators Maximum Annual Quantity. For low capacity factor generators, the resultant rate should be no greater than the otherwise applicable interruptible transportation tariff. The Service Agreement will specify the dollar amount to be associated with the Minimum Annual Bill.

2. Taxes or Surcharges

Customer will pay Niagara Mohawk such taxes or surcharges as Niagara Mohawk is at the time of the service then authorized or required by tariff, law regulation, rule, or order of a Government Authority to collect from transportation customers such as Customer.

3. Fuel

Niagara Mohawk will be entitled to retain, at no charge, from the quantities of gas tendered by Customer at the Receipt Point, a quantity of gas equal to Losses.

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