PSC NO: 219 GAS NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: 11/01/16 STAMPS: LEAF: 219.3 REVISION: 0 SUPERSEDING REVISION:

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

G. TRANSPORTATION SERVICE RATES: (continued)

1. Rate Schedule 1- Standard Gas Transportation Service (continued)

d. Rate Ceiling

The sum of the per therm charges listed in (a), (b) and (c) above shall not exceed the per therm rate of the otherwise applicable interruptible transportation service. If this condition exists, the Company shall reduce the Value Added Charge such that the sum of these charges is capped at the otherwise applicable interruptible transportation service rate.

e. Minimum Annual Bill

Determined by multiplying: i) the sum of the per therm charges listed in (a), (b) and (c) above by ii) the amount by which the generator's annual metered usage falls short of 50% of the generator's Maximum Annual Quantity. The Minimum Annual Bill shall be no greater than the otherwise applicable interruptible transportation service rate multiplied by annual metered usage.

f. Daily Cashouts of Imbalances

For customers that take Daily Balancing Service, the Company shall balance the customer's account at the end of each day. The daily imbalance shall be determined by comparing i) the quantity of gas the Company receives at the Receipt Point for the customer to: ii) the customer's actual daily usage grossed up to include losses.

- 1) For imbalances where the quantity of natural gas consumed by the customer is greater than the quantity of gas received at the Receipt Point:
 - a) Imbalances up to 2% shall be purchased by the customer at the Company's Daily Gas Sales Price
 - b) Imbalances greater than 2% and up to 5%, shall be purchased by the customer at 125% of the Company's Daily Gas Sales Price
 - c) Imbalances greater than 5% and up to 10%, shall be purchased by the customer at 135% of the Company's Daily Gas Sales Price
 - d) Imbalances greater than 10% and up to 20%, shall be purchased by the customer at 140% of the Company's Daily Gas Sales Price plus \$10/dt
 - e) Imbalances greater than 20% shall be purchased by the customer at 150% of the Company's Daily Gas Sales Price plus \$10/dt.

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