

PSC NO: 219 GAS  
NIAGARA MOHAWK POWER CORPORATION  
INITIAL EFFECTIVE DATE: 09/01/14  
STAMPS:

LEAF: 96  
REVISION: 11  
SUPERSEDING REVISION: 10

### GENERAL INFORMATION

#### 17. ADJUSTMENT OF RATES IN ACCORDANCE WITH CHANGES IN THE COST OF PURCHASED GAS: (continued)

17.6.2.2 The refund will be included as a credit in the computation of the Annual Cost of Gas Surcharge or Refund per Rule 17.7.

#### 17.6.3 Refunds from Pipeline Transporters and Storage Providers

17.6.3.1 Refunds credited by pipeline transporters or storage providers to the Company only and not to Marketers or Direct Customers that have obtained a capacity release from the Company of the associated pipeline transportation or storage capacity:

17.6.3.1.1 The refund allocable to firm sales customers served under Service Classification Nos. 1, 2, 3, 12 and 13 will be included as a credit in the computation of the Annual Cost of Gas Surcharge or Refund per Rule 17.7

17.6.3.1.2 The refund allocable to firm transportation customers that participate in Monthly Balancing Service under Service Classification Nos. 1, 2, 5, 7, 12 and 13:

17.6.3.1.2.1 The refund will be included as a credit in the Annual Transportation Imbalance Surcharge or Refund factor for the upcoming calendar year which will be set forth on the Gas Transportation Rate Statement and included in the Delivery Service Adjustments.

17.6.3.1.2.2 A per therm refund credit will be computed by dividing the refund by the estimated firm transportation quantities for the calendar year in which the refund is to be credited.

17.6.3.2 Refunds credited by pipeline transporters or storage providers to the Company as well as to Marketers or Direct Customers that have obtained a capacity release from the Company of the associated pipeline transportation or storage capacity:

17.6.3.2.1 The Company will treat the portion of the refund that it receives in the same manner as a gas supplier refund as described in Rule 17.6.2.

17.6.4 Where exceptional circumstances warrant, the Company may petition the Commission for a waiver or modification of the above refund plan.

Issued By: Kenneth D. Daly, President, Syracuse, New York