Received: 05/19/2009

Status: CANCELLED Effective Date: 05/20/2009

PSC NO: 219 GAS LEAF: 120 NIAGARA MOHAWK POWER CORPORATION REVISION: 3 INITIAL EFFECTIVE DATE: 05/20/09 SUPERSEDING REVISION: 1

STAMPS: Issued in Compliance with Order of PSC in Case 08-G-0609 dated 05/15/09.

GENERAL INFORMATION

29. CASHOUT OF IMBALANCES: (continued)

29.3.1.2.1 For Under Deliveries:

Percentage of City Gate Use	Charge Per Therm
0 to 5%	Gas Daily DTI North Point* plus fuel plus DTI FT variable and fixed charges
> 5% to 10%	105% Gas Daily DTI North Point* plus fuel plus DTI FT variable and fixed charges
> 10% to 15%	110% Gas Daily DTI North Point* plus fuel plus DTI FT variable and fixed charges
> 15% to 20%	130% Gas Daily DTI North Point* plus fuel plus DTI FT variable and fixed charges
> 20% to 50%	140% Gas Daily DTI North Point* plus fuel plus DTI FT variable and fixed charges
> 50%	150% Gas Daily DTI North Point* plus fuel plus DTI FT variable and fixed charges

29.3.1.2.2 For Over Deliveries:

Percentage of City Gate Use	Payment Per Therm
0 to 5%	Gas Daily DTI North Point
> 5% to 10%	95% Gas Daily DTI North Point
> 10% to 15%	90% Gas Daily DTI North Point
> 15% to 20%	70% Gas Daily DTI North Point
> 20% to 50%	60% Gas Daily DTI North Point
> 50%	50% Gas Daily DTI North Point

^{*} When the Gas Daily North Point/Mid Point price is not posted, the Gas Daily DTI South Point/Mid Point price will be used.

Issued By: Thomas B. King, President, Syracuse, New York