

PSC NO: 219 GAS
 NIAGARA MOHAWK POWER CORPORATION
 INITIAL EFFECTIVE DATE: 07/15/10
 STAMPS:

LEAF: 183
 REVISION: 4
 SUPERSEDING REVISION: 3

**SERVICE CLASSIFICATION NO. 11
 LOAD AGGREGATION (CONTINUED)**

LOAD AGGREGATION SERVICE: (continued)

8. Actual Daily Contract Quantity:

Niagara Mohawk will issue to each Marketer of a Monthly Balancing Pool a Daily Contract Quantity, based on actual heating degree days, the day following the delivery of the forecasted Daily Contract Quantity provided in accordance with paragraph 7 Leaf 182. The difference between the forecasted Daily Contract Quantity and the actual Daily Contract Quantity will result in a change to the Marketer's GSS storage balance.

9. Storage Transfer for Customers:

Niagara Mohawk will transfer storage inventory to each Marketer participating in Monthly Balancing on behalf of customers migrating from sales service. The amount of storage gas to be transferred will represent one seventh of the winter storage requirement (based on the months November through March) for each month from April through October and then reduced by 10% effective December 1st, 24% effective January 1, February 1 and March 1 and 18% effective April 1. (See Table Below for Storage Inventory Transfers). The Storage Gas Transfer Rate for customers migrating will be the sum of (1) Niagara Mohawk's estimated average commodity cost of gas in storage, plus (2) the Demand Transfer Recovery Rate (DTR Rate). The Storage Gas Transfer Rate will be set forth on a statement and filed with the Public Service Commission prior to the date on which the statement is proposed to be effective. As an example, if a customer selects a Marketer on September 10 of any year, the Marketer will pay the Storage Gas Transfer Rate which is equal to the effective DTR Rate for each September plus Niagara Mohawk's estimated average cost of gas in storage as of September 30 on six sevenths of the storage inventory transfer. The storage transfer would take place and the Marketer would begin serving the customer as of October 1st.

Storage Inventory Transfer Schedule		
Apr 1	$((\text{New Enrollments from Sales Service-MPDQ}) \times 55\%) \times 52.3 \text{ days} \times$	0%
May 1	$((\text{New Enrollments from Sales Service-MPDQ}) \times 55\%) \times 52.3 \text{ days} \times$	14.3%
Jun 1	$((\text{New Enrollments from Sales Service-MPDQ}) \times 55\%) \times 52.3 \text{ days} \times$	28.6%
Jul 1	$((\text{New Enrollments from Sales Service-MPDQ}) \times 55\%) \times 52.3 \text{ days} \times$	42.9%
Aug 1	$((\text{New Enrollments from Sales Service-MPDQ}) \times 55\%) \times 52.3 \text{ days} \times$	57.1%
Sept 1	$((\text{New Enrollments from Sales Service-MPDQ}) \times 55\%) \times 52.3 \text{ days} \times$	71.4%
Oct 1	$((\text{New Enrollments from Sales Service-MPDQ}) \times 55\%) \times 52.3 \text{ days} \times$	85.7%
Nov 1	$((\text{New Enrollments from Sales Service-MPDQ}) \times 55\%) \times 52.3 \text{ days} \times$	100%
Dec 1	$((\text{New Enrollments from Sales Service-MPDQ}) \times 55\%) \times 52.3 \text{ days} \times$	90%
Jan 1	$((\text{New Enrollments from Sales Service-MPDQ}) \times 55\%) \times 52.3 \text{ days} \times$	66%
Feb 1	$((\text{New Enrollments from Sales Service-MPDQ}) \times 55\%) \times 52.3 \text{ days} \times$	42%
Mar 1	$((\text{New Enrollments from Sales Service-MPDQ}) \times 55\%) \times 52.3 \text{ days} \times$	18%

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