

PSC NO: 218 GAS
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: 11/01/03

LEAF: 190
REVISION: 12
SUPERSEDING REVISION: 11

STAMPS: Issued in Compliance with Order of PSC in Case 02-M-0515 dated 04/24/03.

SERVICE CLASSIFICATION NO. 11
LOAD AGGREGATION (continued)

a. Monthly Balancing Service

(1) Eligibility. Monthly Balancing Service is available to customers who have taken service under Service Classification Nos. 1, 2, 3, 5, 7 and 12 who have met the term provisions of their respective service classifications and who have an approved Marketer. Service Classification No. 12 customers must have initially elected commodity service from the Company in order to participate in Monthly Balancing. To receive Monthly Balancing Service, Supplier Select Form 2 must be completed by the Customer's approved Marketer and submitted to the Company electronically through the Company's web site not later than 10 calendar days prior to the month service is to commence. For a 31 day month this will be on the 22nd of the month, for a 30 day month this will be on the 21st of the month, for a 29 day month this will be on the 20th of the month and for a 28 day month on the 19th of the month. If the Company does not have access to the Customer's meter, the Company will attempt to contact the Customer for a reading provided by the Customer. If no reading is provided, no conversion will occur.

(2) The Monthly Balancing Program is designed around and offered in conjunction with DTI's Delivery Point Operator (DPO) and Citygate Swing Customer (CSC) Program under DTI rate schedules FT, FTNGSS and GSS.

b. Allocation of Upstream Capacity

The Marketer must demonstrate ownership of nonrecallable primary delivery or storage capacity under DTI rate schedules FT, FTNGSS and GSS by providing Niagara Mohawk an affidavit by the 25th of the month preceding the month of service.

Issued By: William F. Edwards, President, Syracuse, New York