

PSC NO: 219 GAS  
NIAGARA MOHAWK POWER CORPORATION  
INITIAL EFFECTIVE DATE: 08/01/03

LEAF: 118  
REVISION: 0  
SUPERSEDING REVISION:

## GENERAL INFORMATION

### 29. CASHOUT OF IMBALANCES: (continued)

29.2.2 Marketer Overdelivery Imbalance - An overdelivery exists when deliveries exceed consumption multiplied by the Factor of Adjustment.

29.2.3 Marketer Nominations - The nominations for a marketer on behalf of a customer are equal to the Dths of deliveries confirmed to be delivered to the Company's city gate for the applicable day.

29.2.4 Imbalance Tolerance - The tolerance stated as a percent of city gate usage allowed before charges occur in the Company's daily cashout procedure.

09/01/2000	-	10/31/2001	10%
11/01/2001	-	03/31/2002	5%
04/01/2002	-	10/31/2002	10%
11/01/2002	-	03/31/2003	5%
04/01/2003	-	08/31/2003	10%

29.2.5 Marketer Percent Imbalance - The percentage resulting from the division of the over-under delivery imbalance by the marketer's city gate usage.

29.2.6 Cashout Volume - For purposes of Daily Cashout, the Cashout Volume is the under/overdelivery imbalance minus the product of the City Gate Usage multiplied by the percentage of Imbalance Tolerance. If the Marketer Percent Imbalance for a given marketer is less than the applicable Imbalance Tolerance percentage the Cashout Volume shall be zero.

29.2.7 All Pools Imbalance - The volume resulting from the subtraction of the Total City Gate use for all Daily Balancing Pools for a given day, from the total quantity of gas delivered to the Niagara Mohawk system for a given day for all Daily Balancing Pools.

29.2.8 All Pools Percent Imbalance - The percentage resulting from the division of the All Pools Imbalance for a given day by the total city gate usage of all Daily Balancing Customers for a given day.

29.2.9 Remaining Imbalance - The Marketers Remaining Imbalance will be equal to the Marketers Imbalance less the Marketers Cashout Volume, if any.

### 29.3 Daily Cashout:

29.3.1 Applicable to customers taking Daily Balancing Service under Service Classification No. 11 according to the table below.

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