..DID: 7216 ..TXT: PSC NO: 218 GAS LEAF: 201 COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 2 INITIAL EFFECTIVE DATE: 11/01/99 SUPERSEDING REVISION: 1 STAMPS: Cancelled by 4 Rev. Leaf No. 201 Effective 10/28/2000 RECEIVED: 01/29/99 STATUS: Cancelled EFFECTIVE: 11/01/99 SERVICE CLASSIFICATION NO. 12 RESIDENTIAL FIRM AGGREGATION TRANSPORTATION SERVICE (continued)

SPECIAL PROVISIONS:(continued)

- G. As between the Company and the Customer, the Company shall be deemed to be in control and possession of the gas to be transported hereunder upon receipt of such gas at the receipt point and until it has been delivered to the Customer. The Customer shall be deemed to be in possession and control of the gas prior to such receipt by the Company and after such delivery.
- H. Each Customer under this Service Classification warrants that it will, at the time the Company receives the gas for transportation, have good and merchantable title to all such gas free and clear of all liens, encumbrances and claims whatsoever. The Customer shall indemnify the Company and save it harmless from all suits, actions, debts, accounts, damages, costs, losses and expenses arising out of the adverse claims of any or all persons to said gas including claims for any royalties, taxes, license fees or charges applicable to such gas or to the delivery of such gas to the Company for transportation.
- I. The Company reserves the right to reject any application for service under this Service Classification where, in the sole discretion of the Company, the provision of service would or might result in a reduction in the Company\*s rights or ability to receive service, purchase gas or utilize capacity on the transmission system of its pipeline supplier(s), impair or interfere with the Company\*s operations, or impose costs in excess of those subject under these rates.
- J. Budget bills will be computed in accordance with Rule 15.7.6.
- K. Qualified low income customers will be eligible for a customer charge of \$8.55.
- L. Customers participating in Balanced or Basic Aggregation must pay a stand-by charge of per therm of MPDQ as set forth on the Statement of Transportation Rate Adjustment.

Issued By: Darlene D. Kerr, Executive Vice President, Syracuse, New York