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COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 2
INITIAL EFFECTIVE DATE: 10/08/98 SUPERSEDING REVISION: 1
STAMPS:
Effective date postponed to 10/08/98. See Supplement No. 9
RECEIVED: 09/08/98 STATUS: Effective EFFECTIVE: 10/08/98
GENERAL INFORMATION

3. PRIORITY OF SERVICE: (continued)

3.1.3 Dual fuel facilities will not be required if the Company approves the process because of its unique nature whereby there is not a feasible substitute. Applications where there is no feasible substitute will generally be limited to 20,000,000 Btu per hour input. In cases where such applications would exceed this limitation, the Company will give consideration to the gas use requested giving recognition to the total amount of gas available for sale and the potential demands by other qualifying customers.

3.2 Company*s Obligations for Transportation and Aggregation Options

Customers selecting transportation or aggregation services are purchasing gas supplies from sources other than Niagara Mohawk. Niagara Mohawk is responsible for transporting gas received at its gate to the customer*s meter in accordance with the terms of the applicable service class. Customers in these service classes are responsible for ensuring (individually or through an aggregator or marketer) that sufficient gas supplies are delivered to Niagara Mohawk*s city gate to meet their consumption needs within the tolerances and limits of the applicable service classification.

3.2.1 Residential and Human Needs Customers purchasing Non-Niagara Mohawk gas supplies, if curtailed by their supplier will continue to retain the right to return to Niagara Mohawk as the supplier of last resort. These customers will be charged a standby charge for this service based on their MPDQ, unless the customer provides written certification of 100 percent dual fuel capability by November 1st of each year. If the customer certifies dual fuel capability, they will be treated as a Non-Human Needs Customer. Human needs customers are defined as residential, or related usage (residential hotels, prisons), or critical care accounts (nursing homes, hospitals, etc.). For aggregators* ease of administering to Human Needs Customers, the following table shows various Human Needs Customers by Standard Industrial Classification Code.

Issued By: Albert J. Budney, Jr., President, Syracuse, New York