

..DID: 932
..TXT: PSC NO: 218 GAS LEAF: 234
COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 0
INITIAL EFFECTIVE DATE: 09/12/97 SUPERSEDING REVISION:
STAMPS:
RECEIVED: 07/03/97 STATUS: Effective EFFECTIVE: 09/12/97

Bond No. _____

WITNESSETH: This Surety Bond given by _____, as Principal, and _____, as Surety, are jointly and severally bound unto Niagara Mohawk Power Corporation, as Oblige, in the amount of _____ Dollars for the payment of which the Principal and Surety bind themselves, their heirs, executors, administrators, successors, assigns or other legal representatives.

WHEREAS, the said Principal has requested the Oblige to furnish electric and gas service to the Principal at his present location:

(Indicate Customer Name and Address)

WHEREAS, the said Principal and/or Surety has promised to pay for such electric and gas service provided by the Oblige as bills are rendered, and is in default unless payment is made within twenty (20) days thereafter, without the usually required deposit being made by said Principal.

WHEREAS, the said Oblige has agreed to the foregoing on condition that it be indemnified against any loss or account thereof.

NOW, THEREFORE, the condition of the obligation is such that if the Principal and/or Surety shall pay or cause to be paid unto the Oblige, within twenty (20) days of rendering bills, all amounts that may at any time hereafter be due and owing to the Oblige by the Principal for electric and gas service furnished by the Oblige to the Principal at his present location, then this obligation shall be null and void, otherwise to remain in full force and effect.

This Bond is subject to the following terms, limitations and conditions:

1. The term of this bond shall be indefinite commencing _____.
2. The Surety shall have the right to terminate its liability hereunder at any time by giving notice in writing to the Oblige and stating therein the effective date of such termination which date shall not be less than thirty (30) days after receipt of said notice by the Oblige. Such notice shall not limit or terminate this agreement in respect to any indebtedness which arises prior to the effective date of such termination by the Surety. Written notice must be via certified letter, return receipt requested, and mailed to Niagara Mohawk Power Corporation, (Local District Office Address); Attention - Credit Department.
3. It is understood and agreed between the Principal and the Oblige that upon receipt of Surety's thirty-day written notice of cancellation as provided above, the Oblige may demand a deposit from the Principal in the amount of _____ by written notice to Principal at least ten days prior to the termination or expiration of Surety's bond.
4. That no proceeding in law or in equity may be brought under this bond unless the same shall be commenced and process served prior to the expiration of one (1) year from the date of cancellation of this bond.

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