..DID: 12655 ..TXT: PSC NO: 218 GAS LEAF: 129 COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 1 INITIAL EFFECTIVE DATE: 08/01/00 SUPERSEDING REVISION: 0 STAMPS: Issued in Compliance with Order of PSC in C. 99-G-0336 dated 07/27/00. RECEIVED: 07/31/00 STATUS: Effective EFFECTIVE: 08/01/00 GENERAL INFORMATION

28. Transportation and Aggregation Options (continued)

f. Customers formerly receiving service under Service Classification No. 4 will be grandfathered as of June 1, 1996.

g. Existing customers receiving transportation service under Service Classification No. 7 will have the option of electing to participate in a balancing pool or become a direct customer in either Monthly Balancing or Daily Balancing. Customers participating in Daily Balancing must certify 100% dual fuel capability.

h. Existing customers receiving transportation service under Service Classification No. 5 will have the option of electing to participate in a balancing pool or become a direct customer in either Monthly Balancing or Daily Balancing.

i. Existing customers receiving transportation service under Service Classification No. 6 will have the option of electing to participate in a balancing pool or become a direct customer under Daily Balancing as set forth in Service Classification No. 11.

j. Existing customers receiving transportation service under Service Classification No. 8 will have the option of participating in a balancing pool or become a direct customer under Daily Balancing as set forth in Service Classification No. 11.

k. Existing customers receiving transportation service under Service Classification 9 may become a direct customer or participate in a balancing pool under the terms of Daily Balancing as set forth in S.C. No. 11 unless the customer balances upstream of the Company. Customers balancing upstream of the Company may not return to Balancing Service under Daily Balancing of Service Classification No. 11.