..DID: 1572 ..TXT: PSC NO: 218 GAS LEAF: 206 COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 1 INITIAL EFFECTIVE DATE: 01/23/98 SUPERSEDING REVISION: 0 STAMPS: Cancelled by 2 Rev. Leaf No. 206 Effective 02/10/2000 RECEIVED: 10/31/97 STATUS: Cancelled EFFECTIVE: 01/23/98 SERVICE CLASSIFICATION NO. 13 SMALL GENERAL SERVICE FIRM TRANSPORTATION (continued)

SPECIAL PROVISIONS: (continued)

- K. 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.
- L. 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.
- M. Niagara Mohawk's obligations to deliver customer owned gas are defined in Rule 3.2 of General Information.

N. Human needs customers, as defined in Rule 3.2.1 participating in a Balanced or Basic Aggregation under S.C. 11, must pay a stand-by charge of \$0.06945 per therm of MPDQ.