

PSC NO: 219 GAS
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: 03/01/07

LEAF: 177
REVISION: 7
SUPERSEDING REVISION: 6

**SERVICE CLASSIFICATION NO. 11
LOAD AGGREGATION (CONTINUED)**

LOAD AGGREGATION SERVICE: (continued)

1. Daily Balancing Service:

Daily Balancing Service permits a Marketer to pool the usage of a group of eligible customers for the purpose of determining imbalances.

- A. Customer Eligibility - Daily Balancing Service is available to customers served under Service Classification Nos. 5, 6, 7, 8, 9 (contracts with effective dates before June 1, 1996 will have to amend their existing service agreements in order to participate), and 12.

The customer and the customer's marketer understand that if Daily Balancing Service is chosen, they must comply with the following conditions:

1. Customer forfeits its ability to obtain future sales service under the Company's Tariff. Customer takes full responsibility and assumes all liability including, but not limited to, contingent liability for its decision to opt to participate in Daily Balancing.
2. Customers served under Service Classification Nos. 5 & 7 classified as Human Needs must certify either 1) 100% dual fuel capability or 2) alternately certify that they maintain or have continuous access to five (5) winter months (November – March) of primary firm capacity from a receipt point, acceptable to the Director of Gas Supply, into the Company's east/west city gate, as applicable, sufficient to meet the customers' Maximum Peak Day Quantity. Customer shall produce proof of such contracted primary firm capacity to the Company as provided in the Gas Transportation Operating Procedures Manual prior to receiving service under Daily Balancing.
3. Customers enrolled in Daily Balancing must have an Approved Remote Meter (ARM) installed and operational.
4. An enrollment must be completed by the customer's approved marketer and submitted to the Company electronically not later than 15 calendar days prior to the month service is to commence. For a 31 day month this will be on the 17th of the month, for a 30 day month this will be on the 16th of the month, for a 29 day month this will be on the 15th of the month and for a 28 day month on the 14th of the month.

Issued By: William F. Edwards, President, Syracuse, New York