PSC NO: 219 GAS LEAF: 37.1 NIAGARA MOHAWK POWER CORPORATION REVISION: 2 INITIAL EFFECTIVE DATE: 11/01/07 SUPERSEDING REVISION: 1 STAMPS: Issued in Compliance with Order of PSC in Case 06-G-0059 dated 8/23/07.

GENERAL INFORMATION

3. PRIORITY OF SERVICE: (continued)

- 3.6.3.2 Priority 2 Customers taking negotiated transportation service under Service Classification No. 9 to the extent permitted by the customer's contracts and Customers taking transportation service for dual fuel electric generators under Service Classification No. 14 to the extent permitted by the terms of the Service Class.
- 3.6.3.3 Priority 3 Firm industrial and commercial boiler fuel use of 3000 or more Dt/Day which has alternate fuel capability.
- 3.6.3.4 Priority 4 Firm industrial and commercial boiler fuel use of more than 1500 but less than 3000 Dt/Day which has alternate fuel capability.
- 3.6.3.5 Priority 5 Firm industrial and commercial boiler fuel use of more than 1500 Dt/Day without alternate fuel capability.
- 3.6.3.6 Priority 6 Firm industrial and commercial boiler fuel use of 1500 or less Dt/Day.
- 3.6.3.7 Priority 7 Firm industrial and commercial non-boiler fuel use not included in Priorities 3 & 4 above.
- 3.6.3.8 Priority 8 Firm industrial and commercial use whose aggregate industrial or commercial use is 300 Dt/Day or less. Firm industrial process and feedstock requirements, and plant protection use.
- 3.6.3.9 Priority 9 Residential Requirements.

3.7 Communication:

- 3.7.1 The Company shall provide periodic updates to Marketers and curtailed customers so that they can plan accordingly.
- 3.7.2 The Company shall notify the Director of the Office of Gas and Water of the New York State Department of Public Service when a curtailment is declared and when the situation returns to normal.
- 3.7.3 Failure of the Company to adhere to one or more of the above criteria is not a basis for Marketers or Direct Customers not to comply with requirements of the curtailment, but may provide the basis for a complaint to the Commission regarding the LDC's behavior.
- 3.7.4 If, during a curtailment period, the Company is aware of Marketers or Direct Customers that are not responding to the required actions, it shall make all reasonable efforts to inform the non-responding Marketers and Direct Customers that required actions are not being taken. Lack of such notice shall not relieve any Marketer or Direct Customer of its obligations.

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