

PSC NO: 219 GAS
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: 08/01/03

LEAF: 172
REVISION: 0
SUPERSEDING REVISION:

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

DEFINITIONS: (continued)

“Marketer MPDQ” - Means the sum of the MPDQ's of all the customers in the Marketer's Monthly Balancing pool.

“Minimum Storage Inventory Level” (MSIL) - Means the minimum level of gas to be maintained in storage by Gas Marketers providing Monthly Balancing Service as prescribed in the Minimum Storage Requirements provision of this Service Classification.

“Minimum Storage Inventory Level Deficiency” - Exists when the required Minimum Storage Inventory Level prescribed in the Minimum Storage Requirements provision of this Service Classification exceeds the amount of gas in the upstream storage operator(s) storage facilities.

“Three Year Winter Average Gas Daily North Point/Mid Point Price” - Means the average of the Gas Daily DTI North Point/Mid Point Price for the period November 1 through March 31 for each of the previous three years. In the event a Gas Daily North Point/ Mid -Point Price is not published for any given day, the Gas Daily South Point/Mid Point Price will be used.

LIMITATION OF AVAILABILITY:

1. The Company will continue to assign DTI capacity as provided for in the Company's Gas Rate and Restructuring Settlement Agreement dated June 12, 2000.
2. There is no limitation on participation in Daily Balancing Service Program.

ONE CUSTOMER – ONE MARKETER – ONE MARKETER SERVICE:

At any time, each customer may employ only one marketer and may participate in only one aggregation pool.

DIRECT CUSTOMER:

To be a Direct Customer, a customer must be eligible to participate in the Supplier Select Program as set forth in this Service Classification. A Direct Customer shall have all the rights and the obligations of a Marketer under this Service Classification except (1) for obligations imposed by the PSC with respect to regulatory oversight requirements as set forth in this Service Classification and (2) as otherwise expressly provided in this Service Classification.

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