PSC NO: 219 GAS LEAF: 173 NIAGARA MOHAWK POWER CORPORATION REVISION: 3 INITIAL EFFECTIVE DATE: 08/15/04 SUPERSEDING REVISION: 2 STAMPS: Issued in Compliance with Order of PSC in Case 98-M-1343 dated 07/15/04.

SERVICE CLASSIFICATION NO. 11 LOAD AGGREGATION (CONTINUED)

MARKETER/DIRECT CUSTOMER ELIGIBILITY:

To participate in the Supplier Select Program, a Marketer/Direct Customer must meet the eligibility requirements set forth in Section 2 of the Uniform Business Practices incorporated as the UBP Addendum of this rate schedule. Direct Customers must meet the definition set forth in Section 1 of the Uniform Business Practices incorporated as the UBP Addendum of this tariff.

- 1. To participate in Monthly Balancing Service as set forth in this Service Classification, the Marketer must participate in DTI's DPO/CSC Program.
- 2. The Marketer Demonstrates to Niagara Mohawk that it is designated in writing as the entity to provide aggregation service on their behalf by customers on the Niagara Mohawk system who have historic or projected aggregate annual natural gas usage of 50,000 therms or more. The 50,000 therm load requirement applies separately to each type of service (Daily Balancing, and Monthly Balancing) offered by the marketer.

VERIFICATION OF PROVISIONS IN MARKETER AGREEMENTS:

1. The Company will not be required to verify provisions of agreements between Marketers and their customers and may rely on Marketer statements relating to provisions in agreements between Marketers and their customers.

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