Received: 11/05/2004 Status: CANCELLED Effective Date: 01/15/2005

PSC NO: 219 GAS

LEAF: 177

NIAGARA MOHAWK POWER CORPORATION

INITIAL EFFECTIVE DATE: 01/15/05

LEAF: 177

REVISION: 4

SUPERSEDING REVISION: 3

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. <u>Customer Eligibility</u> - 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), 12 and 13.

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.
- Customers served under Service Classification No. 7 must certify that they are 100% dual fueled.
- Customers served under SC 5 classified as Human Needs must certify that they are 100% dual fueled.
- 4. Customers enrolled in Daily Balancing must have an Approved Remote Meter (ARM) installed and operational.
- 5. 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