PSC NO: 219 GAS LEAF: 175 NIAGARA MOHAWK POWER CORPORATION REVISION: 1 INITIAL EFFECTIVE DATE: 02/19/04 SUPERSEDING REVISION: 0 STAMPS: Issued in Compliance with Order of PSC in Case 98-M-1343 dated 11/21/03.

SERVICE CLASSIFICATION NO. 11 LOAD AGGREGATION (CONTINUED)

MARKETER DEPOSITS AND PREPAYMENTS: (continued)

- A. The information in the notice and revised disclosure statements and/or contracts would include the following:
 - 1. A description of the credit evidence, escrow account, or letter of credit evidence submitted by the Marketer as set forth in Rules 1a and b above;
 - 2. Applicable interest rate, if any;
 - 3. Conditions of use of customer funds;
 - 4. Circumstances that allow the use of funds for payment of customer bills;
 - 5. Conditions for return of funds to customers.
- 4. Any transfers of deposits obtained by the Company under Rule 2.4 will be prohibited. The Company will continue to administer its deposit policy in accordance with Rule 2.4 of this Tariff.

CURTAILMENT PLANS:

Marketers must provide to Niagara Mohawk a copy of their plan for curtailment of their customers in the event of inadequate gas supplies.

ENROLLMENT GUIDELINES:

UBP Addendum No. 1, Section 5, sets forth the Enrollment Guidelines for customers desiring to take service under the Supplier Select Program.

- 1. Commencement of Service:
 - A. For new customers, Gas Delivery Service will commence after all connections are complete in accordance with provisions of the Company's Tariff. A special meter reading as applicable will then be performed at no charge. New customers must be accepted by the Company before service may commence; all conditions set forth in the Company's tariffs for the initiation or service to such new customers must be met.
- 2. Initiation of Service Fees, Deposits, or Other Requirements:
 - A. Any fees, deposit requirements, or other charges identified in the Company's tariff will apply to initiation of Gas Delivery Service to new customers.
 - B. There will be no Company fees for special meter readings if performed in conjunction with the initiation of new delivery service.

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