PSC NO: 219 GAS LEAF: 29 NIAGARA MOHAWK POWER CORPORATION REVISION: 1 INITIAL EFFECTIVE DATE: 01/01/04 SUPERSEDING REVISION: 0 STAMPS: Issued in Compliance with Order of PSC in Case 02-M-0515 dated 12/03/03.

GENERAL INFORMATION

3. PRIORITY OF SERVICE: (continued)

- 3.2 Company's Obligations for Transportation and Aggregation Options:
 - 3.2.1 Customers selecting transportation or aggregation services are purchasing gas supplies from sources other than Niagara Mohawk. Niagara Mohawk is responsible for transporting gas received at its gate to the customer's meter in accordance with the terms of the applicable service class. Customers in these service classes are responsible for ensuring (individually or through an aggregator or marketer) that sufficient gas supplies are delivered to Niagara Mohawk's city gate to meet their consumption needs within the tolerances and limits of the applicable service classification.
 - 3.2.2 Residential and Human Needs Customers purchasing Non-Niagara Mohawk gas supplies, if curtailed by their supplier will continue to retain the right to return to Niagara Mohawk as the supplier of last resort. These customers will be charged a standby charge for this service based on their MPDQ, unless the customer provides written certification of 100 percent dual fuel capability by November 1st of each year. If the customer certifies dual fuel capability, they will be treated as a Non-Human Needs Customer. Human Needs Customers are defined as residential, or related usage (residential hotels, prisons), or critical care accounts (nursing homes, hospitals, etc.). This does not include Distributed Generation customers taking service under S.C. 12. For aggregators' ease of administering to Human Needs Customers, the following table shows various Human Needs Customers by Standard Industrial Classification Code.

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