..DID: 5789 ..TXT: PSC NO: 218 GAS LEAF: 184.1 COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 0 INITIAL EFFECTIVE DATE: 11/16/98 SUPERSEDING REVISION: STAMPS: Cancelled by 1 Rev. Leaf No. 184.1 Effective 11/16/1998 RECEIVED: 10/16/98 STATUS: Cancelled EFFECTIVE: 11/16/98

SERVICE CLASSIFICATION NO. 11 LOAD AGGREGATION

Limitation of Availability

1) Pilot Program - Limited Waiver of Upstream Capacity Assignment.

Effective December 1, 1998, the Company will implement a pilot program which will discontinue the mandatory assignment of capacity upstream of CNG. This pilot program will remain in effect until October 31, 1999. Requests for non assignment of capacity release under Service Classification No. 11 - Load Aggregation will be honored up to a maximum of 84,000 Dth per day including 16,800 Dth per day reserved for residential customers. In no event shall the stranded cost revenues collected from the Company*s customers exceed \$12 million annualized regardless of the capacity volume released. If the Company approaches the 84,000 Dth or \$12,000,000 cap the program will be evaluated as to whether the program should be limited at the cap level or if the cap will be revised upward by the Company at its option.