..DID: 802 ..TXT: PSC NO: 218 GAS LEAF: 149 COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 0 INITIAL EFFECTIVE DATE: 09/12/97 SUPERSEDING REVISION: STAMPS: Cancelled by 1 Rev. Leaf No. 149 Effective 08/01/2000 RECEIVED: 07/03/97 STATUS: Cancelled EFFECTIVE: 09/12/97 SERVICE CLASSIFICATION NO. 5 GAS TRANSPORTATION SERVICE (continued)

DEFINITIONS: (continued)

b) Over-deliveries for stand-alone customers not participating in an aggregation service under Service Classification No. 11 equal the therm balance remaining when delivery of gas exceeds customer's consumption multiplied by the Factor of Adjustment.

c) Under-deliveries for stand-alone customers not participating in an aggregation service under Service Classification No. 11 equal the therm balance remaining when delivery of gas is less than customer's consumption multiplied by the Factor of Adjustment.

d) Maximum Peak Day Quantity (MPDQ) - means the maximum quantity of gas that the customer may take on any winter day. Customer's MPDQs will be calculated according to the Base and Thermal Methodology.

e) "Base and Thermal Methodology" - "Daily Baseload" equals the customer's average daily usage in the two months of lowest daily usage during the period of June through September. Annual Baseload equals Daily baseload multiplied by 365. Thermal usage equals total usage during the twelve-month period minus Annual Baseload. "Degree Day Usage" equals Thermal Usage divided by the total number of degree days during the twelve-month period. The Maximum Peak Day Quantity equals the product of Degree Day Usage multiplied by 75 plus Daily Baseload.

f) "Maximum Delivery Quantity" (MDQ) - means the maximum quantity that the customer may deliver daily to the Company's City Gate. The MDQ is based on historical usage patterns and expected weather conditions but will in no case be higher than the MPDQ.

BILLING QUANTITY:

The amount of gas to be billed each month under this Service Classification by the Company to the Customer will be the amount consumed by the customer during any given month.

Issued By: <u>Albert J. Budney, Jr., President, Syracuse, New York</u>