..DID: 762 ..TXT: PSC NO: 218 GAS LEAF: 173 COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 0 INITIAL EFFECTIVE DATE: 09/12/97 SUPERSEDING REVISION: STAMPS: RECEIVED: 07/03/97 STATUS: Effective EFFECTIVE: 09/12/97 SERVICE CLASSIFICATION NO. 9 NEGOTIATED TRANSPORTATION SERVICE (continued)

DEFINITIONS: (continued)

- (b) Monthly Transportation Quantity means the quantity of Customer-owned gas received by the Company in a given month.
- (c) Monthly Delivery Quantity means Monthly Transportation Quantity minus the amount to be retained by the Company as an allowance for losses incurred in the process of transportation and delivery.
- (d) Operation Date means the first day of the first calendar month following the month in which Customer first tenders or causes to be tendered quantities of natural gas for transportation to The Receipt Point.
- (e) Contract Year means 365 consecutive days beginning on the Commercial Operation Date and each subsequent 365 day period, or 366 days for leap years.
- (f) Delivery Point means the metered interconnection, owned and maintained by the Company, between the facilities of the Company and the Customer.
- (g) Receipt Point means the Company's city gate interconnection with pipeline(s).
- (h) Rollover Balance means the quantity of Customer-owned gas delivered for the Customer to the Company, minus an allowance for losses, not consumed by the Customer during any given month. This shall be calculated as the sum of the Monthly Delivery Quantity and the prior month's Rollover Balance, if applicable, minus the current month's actual consumption.
- (i) Under Deliveries means the therm balance remaining when the Customer's consumption is greater than the sum of the Monthly Delivery Quantity and the prior month's Rollover Balance.
- (j) Minimum Annual Delivery Quantity means the minimum quantity for which Customer will be billed annually, as defined in the Service Agreement.
- (k) Calendar Month Rate means a rate per therm equal to the Calendar Month Rate for Service Classification No. 8, Standby Sales Service.
- (1) Over Deliveries means the difference between the amount of gas delivered to the Niagara Mohawk system by or on behalf of the customer and the amount of gas consumed by the Customer during any given month.