Received: 07/31/2000 Status: CANCELLED Effective Date: 08/01/2000

..DID: 12639

..TXT: PSC NO: 218 GAS LEAF: 139.1 COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 0

INITIAL EFFECTIVE DATE: 08/01/00 SUPERSEDING REVISION:

STAMPS: Issued in Compliance with Order of PSC in C. 99-G-0336 dated 07/27/00.

RECEIVED: 07/31/00 STATUS: Effective EFFECTIVE: 08/01/00 SERVICE CLASSIFICATION NO. 2

SMALL GENERAL DELIVERY SERVICE AND GAS SUPPLY SERVICE

OR

SMALL GENERAL DELIVERY SERVICE ONLY (continued)

SPECIAL PROVISIONS: (continued)

D. Human Needs Customers as defined in Rule 3.2.1 participating in Monthly Balancing Service under S.C. 11 must pay a stand-by charge per therm of MPDQ as set forth on the Statement of Transportation Rate Adjustment.

- E. Firm Transportation Service will be provided only when and to the extent that the Company in its sole judgment has sufficient capacity available.
- F. Each customer under this Service Classification warrants that it will, at the time the Company receives the gas for transportation, have good and merchantable title to all such gas free and clear of all liens, encumbrances and claims whatsoever. The customer shall indemnify the Company and save it harmless from all suits, actions, debts, accounts, damages, costs, losses and expenses arising out of the adverse claims of any or all persons to said gas including claims for any royalties, taxes, license fees, or charges applicable to such gas or to the delivery of such gas to the Company for transportation.

Issued By: Darlene D. Kerr, Executive Vice President, Syracuse, New York