

..DID: 12608
 ..TXT: PSC NO: 218 GAS LEAF: 131.2
 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
 GENERAL INFORMATION

DAILY CASHOUT: (continued)

1. For underdeliveries:

Percentage of City Gate Use	CHARGE PER THERM
0 to 5%	Gas Daily CNG North Point plus CNG FT variable and fixed charges plus fuel
>5% to 10%	105% Gas Daily CNG North Point plus CNG FT variable and fixed charges plus fuel
>10% to 15%	110% Gas Daily CNG North Point plus CNG FT variable and fixed charges plus fuel
>15% to 20%	130% Gas Daily CNG North Point plus CNG FT variable and fixed charges plus fuel
>20% to 50%	140% Gas Daily CNG North Point plus CNG FT variable and fixed charges plus fuel
>50%	150% Gas Daily CNG North Point plus CNG FT variable and fixed charges plus fuel

2. For overdeliveries:

Percentage of City Gate Use	PAYMENT PER THERM
0 to 5%	Gas Daily CNG North Point
>5% to 10%	95% Gas Daily CNG North Point
>10% to 15%	90% Gas Daily CNG North Point
>15% to 20%	70% Gas Daily CNG North Point
>20% to 50%	60% Gas Daily CNG North Point
>50%	50% Gas Daily CNG North Point

c) Additional Charges - If the absolute value of the Marketer*s Percent Imbalance is greater than 50% for any given day, additional charges may be assessed. The first time the absolute value of the Marketer*s Percent Imbalance is greater than 50%, the Company will issue a notice via email to the Marketer concerning the penalty for such imbalances. The second time the absolute value of the Marketer*s Percent Imbalance is greater than 50%, the Company will issue a warning via email to the Marketer that the next occurrence will result in a penalty. The Marketer will then be assessed a \$5.00 penalty for each dth of the Cashout Volume for the third occurrence and each occurrence thereafter in the month.

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