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..TXT: PSC NO: 218 GAS LEAF: 191.1 COMPANY: NIAGARA MOHAWK POWER CORPORATION REVISION: 1

INITIAL EFFECTIVE DATE: 10/24/02 SUPERSEDING REVISION: 0

STAMPS:

Cancelled by 2 Rev. Leaf No. 191.1 Effective 11/23/2002 Effective date postponed to 11/23/02. See Supplement No. 50 RECEIVED: 07/24/02 STATUS: Cancelled EFFECTIVE: 11/23/02 SERVICE CLASSIFICATION NO. 11 LOAD AGGREGATION (continued)

c. Release of GSS Storage (continued)

- (2) Release of Storage Transportation DTI FTNNGSS Storage Capacity will be released to Marketers participating in Monthly Balancing Service on behalf of customers in a prearranged storage release transaction at Maximum demand rates in accordance with the release provisions of the tariff of DTI. The term of each such release will be for one year plus 1 day. All releases will be made subject to the following conditions: (i) the capacity is recallable by Niagara Mohawk when a customer elects to change Marketers; (ii) the capacity is recallable by Niagara Mohawk when a Marketer fails to perform its obligations under this tariff; (iii) the capacity is recallable by Niagara Mohawk when a Marketer ceases to meet the credit or security requirements of this service classification and (iv) the capacity is recallable by Niagara Mohawk if the customer discontinues service under this service classification. The amount of GSS storage demand to be released on behalf of a given customer will equal to fifty-five percent (55%) of their Maximum Peak Day Quantity as further defined in Special Provision A.
- (3) Recall All releases under Paragraph B and C will be made subject to the following conditions: (i) the capacity is recallable by Niagara Mohawk when a customer elects to change Marketers; (ii) the capacity is recallable by Niagara Mohawk when a Marketer fails to perform its obligations under this tariff; (iii) the capacity is recallable by Niagara Mohawk when a Marketer ceases to meet the credit or security requirements of this service classification and (iv) the capacity is recallable by Niagara Mohawk if the customer discontinues service.

d. <u>Minimum Storage Requirements</u>

Gas Marketers providing Monthly Balancing Service must meet Minimum Storage Inventory Levels (MSIL) on released storage upstream of Niagara Mohawk*s city gates as follows:

September 1 through October 31	MSIL equals (Marketer MPDQ x 55% x 51.6 Days) x 65%
November 1 through January 31	MSIL equals (Marketer MPDQ x 55% x 51.6 Days) x 35%
February 1 through March 15	MSIL equals (Marketer MPDQ x 55% x 51.6 Days) x 10%

If at any time from September 1 through March 15, the Gas Marketer does not meet the minimum storage inventory levels set forth above, the Company will

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