

PSC NO: 219 GAS  
 NIAGARA MOHAWK POWER CORPORATION  
 INITIAL EFFECTIVE DATE: 09/01/20  
 STAMPS:

LEAF: 122  
 REVISION: 8  
 SUPERSEDING REVISION: 7

### GENERAL INFORMATION

#### 29.CASHOUT OF IMBALANCES: (continued)

##### 29.3.1.3.3 For Over Deliveries:

Monthly Imbalance Level	All Pools < 2% Imbalance	All Pools > 2% Imbalance
0 to 2%	Average of Daily Cashout Rates*	Average of Daily Cashout Rates*
> 2%	Average of Daily Cashout Rates*	80% of Average of Daily Cashout Rates

\* As defined by Rule 29.3.1.2.

#### 29.4Monthly Imbalance Trading:

29.4.1 Marketers operating under S.C. 11 may avoid monthly cashout charges by arranging with each other to trade offsetting monthly imbalances with other Marketers on the Niagara Mohawk system. All imbalance trading will be subject to final approval by the Company. Niagara Mohawk will endeavor to make imbalance information available to Marketers by 5:00 P.M. on the fourth business day following the close of the month. An imbalance trade may be effectuated by written/electronic notice by all affected parties to Niagara Mohawk delivered prior to 5:00 P.M. on the seventh business day following the close of the month. The notice must include the names and authorized signatures of the trading parties. Upon completion of imbalance trading, the Marketers will have access to final monthly imbalance volumes and cashout dollars electronically.

### 30. RESEARCH AND DEVELOPMENT SURCHARGE:

- 30.1 All Firm Sales and Firm Transportation Service Classifications (1, 2, 5, 7, 8, 12 and 13) will be subject to a Research and Development Surcharge in order to fund Research and Development Programs as provided for by the Commission's Order issued and effective February 14, 2000 in Case 99-G-1369. The Research and Development Surcharge will not be greater than the decrement in the Federal Energy Regulatory Commission Surcharge used to support Research and Development by the Gas Research Institute (GRI). The Research and Development Surcharge shall be effective on the first day of January of each year and shall be collected over the following twelve-month period. The Research and Development Surcharge effective after January 1, 2004 will not be greater than \$.0174 per dekatherm.
- 30.2 The effective rate shall be set forth on a statement and filed with the Public Service Commission apart from this rate schedule not less than three (3) days prior to the date on which the statement is proposed to be effective. Any funds collected through the surcharge mechanism that are not actually spent on Research and Development Programs, within twenty-four months after the end of each collection period, will be refunded to Firm Sales and Firm Transportation Customers.