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PSC NO: 219 GAS NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: 09/05/05 STATEMENT TYPE: CASH STATEMENT NO: 26

PAGE 1 OF 1

## STATEMENT OF MONTHLY CASHOUT RATES

Applicable to Billings Pursuant to Rule 29 - Cashout of Imbalances Applicable to the Month of August 2005

## 1. **FOR UNDERDELIVERIES:**

|           | All Pools < 2% |            |                | All Pools > 2% |            |                |
|-----------|----------------|------------|----------------|----------------|------------|----------------|
|           | Imbalance      |            | Applicable     | Imbalance      |            | Applicable     |
|           | Charge         | DTI        | Cashout Rate   | Charge         | DTI        | Cashout Rate   |
|           | Per Therm      | Storage    | All Pools < 2% | Per Therm      | Storage    | All Pools > 2% |
| Monthly   | (Gas Daily     | Withdrawal | Imbalance      | (Gas Daily     | Withdrawal | Imbalance      |
| Imbalance | CNG North      | Charge     | Charge         | CNG North      | Charge     | Charge         |
| Level     | Point Average) | Per Therm  | Per Therm      | Point Average) | Per Therm  | Per Therm      |
| 0 to 2%   | \$0.96808      | \$0.00166  | \$0.96974      | \$0.96808      | \$0.00166  | \$0.96974      |
|           |                |            |                |                |            |                |
|           |                |            |                |                |            |                |
| > 2%      | \$0.96808      | \$0.00166  | \$0.96974      | *\$1.16170     | \$0.00166  | \$1.16336      |

<sup>\*120%</sup> of Gas Daily CNG North Point Mid-Point Average

## 2. **FOR OVERDELIVERIES:**

|           | All Pools < 2%<br>Imbalance |           | Applicable     | All Pools > 2%<br>Imbalance |           | Applicable     |
|-----------|-----------------------------|-----------|----------------|-----------------------------|-----------|----------------|
|           | Payment                     | DTI       | Cashout Rate   | Payment                     | DTI       | Cashout Rate   |
|           | Per Therm                   | Storage   | All Pools < 2% | Per Therm                   | Storage   | All Pools > 2% |
| Monthly   | (Gas Daily                  | Injection | Imbalance      | (Gas Daily                  | Injection | Imbalance      |
| Imbalance | CNG North                   | Payment   | Payment        | CNG North                   | Payment   | Payment        |
| Level     | Point Average)              | Per Therm | Per Therm      | Point Average)              | Per Therm | Per Therm      |
| 0 to 2%   | \$0.96808                   | \$0.00200 | \$0.97008      | \$0.96808                   | \$0.00200 | \$0.97008      |
|           |                             |           |                |                             |           |                |
|           |                             |           |                |                             |           |                |
| > 2%      | \$0.96808                   | \$0.00200 | \$0.97008      | <b>*</b> \$0.77446          | \$0.00200 | \$0.77646      |

\*80% of Gas Daily CNG North Point Mid-Point Average

Issued By: William F. Edwards, President, Syracuse, New York