

PSC NO: 218 GAS  
 NIAGARA MOHAWK POWER CORPORATION  
 INITIAL EFFECTIVE DATE: 06/06/03

STATEMENT TYPE: CASH  
 STATEMENT NO: 70

STATEMENT OF MONTHLY CASHOUT RATES  
 Applicable to Billings Pursuant to Rule 29 - Cashout of Imbalances  
 Applicable to the Month of May 2003

1. **FOR UNDERDELIVERIES:**

| Monthly Imbalance Level | All Pools < 2% Imbalance Charge Per Therm (Gas Daily CNG North Point Average) | DTI Storage Withdrawal Charge Per Therm | Applicable Cashout Rate All Pools < 2% Imbalance Charge Per Therm | All Pools > 2% Imbalance Charge Per Therm (Gas Daily CNG North Point Average) | DTI Storage Withdrawal Charge Per Therm | Applicable Cashout Rate All Pools > 2% Imbalance Charge Per Therm |
|-------------------------|---|---|---|---|---|---|
| 0 to 2%                 | \$0.61256   | \$0.00171                               | <b>\$0.61427</b>  | \$0.61256   | \$0.00171                               | <b>\$0.61427</b>  |
| > 2%                    | \$0.61256   | \$0.00171                               | <b>\$0.61427</b>  | *\$0.73507  | \$0.00171                               | <b>\$0.73678</b>  |

\*120% of Gas Daily CNG North Point Mid-Point Average

2. **FOR OVERDELIVERIES:**

| Monthly Imbalance Level | All Pools < 2% Imbalance Payment Per Therm (Gas Daily CNG North Point Average) | DTI Storage Injection Payment Per Therm | Applicable Cashout Rate All Pools < 2% Imbalance Payment Per Therm | All Pools > 2% Imbalance Payment Per Therm (Gas Daily CNG North Point Average) | DTI Storage Injection Payment Per Therm | Applicable Cashout Rate All Pools > 2% Imbalance Payment Per Therm |
|-------------------------|--|---|--|--|---|--|
| 0 to 2%                 | \$0.61256  | \$0.00207                               | <b>\$0.61463</b>   | \$0.61256  | \$0.00207                               | <b>\$0.61463</b>   |
| > 2%                    | \$0.61256  | \$0.00207                               | <b>\$0.61463</b>   | *\$0.49005   | \$0.00207                               | <b>\$0.49212</b>   |

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

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