..DID: 17754 ..TXT: PSC NO: 218 GAS STATEMENT TYPE: DTR COMPANY: NIAGARA MOHAWK POWER CORPORATION STATEMENT NO: 16 INITIAL EFFECTIVE DATE: 12/01/01 STAMPS: Cancelled by Statement DTR Number 17 Effective 01/01/2002 RECEIVED: 11/28/01 STATUS: Cancelled EFFECTIVE: 12/01/01

> STATEMENT OF DEMAND TRANSFER RECOVERY RATE Effective to Billing Commencing December 1, 2001 Applicable to Billing for Service Classification No. 11

Pursuant to Service Classification No. 11 of Niagara Mohawk Power Corporation*s PSC No. 218, the storage gas transfer rate shall be the sum of:

(1) The Company's estimated weighted average commodity	
cost of gas in storage as of November 30, 2001	\$0.39135
(2) Demand Transfer Recovery Rate (DTR Rate) =	\$0.03661

RESULTING IN THE:Per ThermTOTAL EFFECTIVE STORAGE TRANSFER RATE PER THERM:\$0.42796