

..DID: 21699
 ..TXT: PSC NO: 218 GAS STATEMENT TYPE: MCG
 COMPANY: NIAGARA MOHAWK POWER CORPORATION STATEMENT NO: 41
 INITIAL EFFECTIVE DATE: 03/01/03
 STAMPS:
 RECEIVED: 02/26/03 STATUS: Effective EFFECTIVE: 03/01/03

MONTHLY COST OF GAS STATEMENT
 Applicable to Billing for Service Classification Nos. 1 & 2

	SC1 <u>Per Therm</u>	SC2 Residential & Commercial <u>Per Therm</u>	SC2 Industrial <u>Per Therm</u>
Average Cost of Gas Per Therm as defined in Rule 17.3 of the General Information Section of P.S.C. 218 Gas determined on February 26, 2003 using Supplier Rates Effective for the Month of March 2003 :	\$0.896627	\$0.896627	\$0.879874
Factor of Adjustment:	1.017600	1.017600	1.017600
Resulting Monthly Cost Adjustment is:	\$0.91240	\$0.91240	\$0.89535
Reconciliation of Gas Cost Recoveries to Gas Costs Incurred Applicable to Period: Twelve Months Ending 8/31/2002 Refund Effective: 1/01/2003 through 12/31/2003	(\$0.00036)	(\$0.00036)	(\$0.00036)
Capacity Incentive Program Applicable to SC1, 2 & 3 Applicable to Period: 11/01/2001 through 10/31/2002 Surcharge Effective: 2/01/2003 through 1/31/2004	\$0.00318	\$0.00318	\$0.00318
Gas Supplier Refund from Dominion Transmission Inc. Applicable to SC1, 2 & 3 Applicable to Period: 4/01/2001 through 10/31/2001 Refund Effective: 2/01/2003 through 1/31/2004	(\$0.00279)	(\$0.00279)	(\$0.00279)
Gas Supplier Refund from Texas Gas Transmission Applicable to SC1, 2 & 3 Applicable to Period: 11/01/2000 through 7/31/2002 Refund Effective: 2/01/2003 through 1/31/2004	(\$0.00176)	(\$0.00176)	(\$0.00176)
TOTAL EFFECTIVE MONTHLY COST OF GAS: Commencing with usage on or after the effective date of this statement and thereafter until changed.	\$0.91067	\$0.91067	\$0.89362

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

STATEMENT: MCG
STATEMENT NO.: 41
PAGE: 2MONTHLY COST OF GAS STATEMENT
Applicable to Billing for Service Classification No. 3
Effective March 1, 2003

	SC3 Large Comm. & Industrial Per Therm	SC3 MCG Applicable to Ratchet Usage Per Therm	SC3 MCG Applicable to Metered Usage Per Therm
Average Cost of Gas Per Therm as defined in Rule 17.3 of the General Information Section of P.S.C. 218 Gas determined on February 26, 2003 using Supplier Rates Effective for the Month of March 2003:	\$0.878827		
Factor of Adjustment:	1.017600		
Resulting Monthly Cost Adjustment is:	\$0.89429		
Reconciliation of Gas Cost Recoveries to Gas Costs Incurred Applicable to Period: Twelve Months Ending 8/31/2002 Refund Effective: 1/01/2003 through 12/31/2003	(\$0.00036)		
Capacity Incentive Program Applicable to SC1, 2 & 3 Applicable to Period: 11/01/2001 through 10/31/2002 Surcharge Effective: 2/01/2003 through 1/31/2004	\$0.00318		
Gas Supplier Refund from Dominion Transmission Inc. Applicable to SC1, 2 & 3 Applicable to Period: 4/01/2001 through 10/31/2001 Refund Effective: 2/01/2003 through 1/31/2004	(\$0.00279)		
Gas Supplier Refund from Texas Gas Transmission Applicable to SC1, 2 & 3 Applicable to Period: 11/01/2000 through 7/31/2002 Refund Effective: 2/01/2003 through 1/31/2004	(\$0.00176)		
TOTAL EFFECTIVE MONTHLY COST OF GAS: Commencing with usage on or after the effective date of this statement and thereafter until changed.	\$0.89256	\$0.28691	\$0.60565

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