

..DID: 20119
 ..TXT: PSC NO: 218 GAS STATEMENT TYPE: CASH
 COMPANY: NIAGARA MOHAWK POWER CORPORATION STATEMENT NO: 60
 INITIAL EFFECTIVE DATE: 08/06/02
 STAMPS:
 Cancelled by Statement CASH Number 61 Effective 09/06/2002
 RECEIVED: 08/01/02 STATUS: Cancelled EFFECTIVE: 08/06/02
 STATEMENT OF MONTHLY CASHOUT RATES
 Applicable to Billings Pursuant to Rule 29 - Cashout of Imbalances
 Applicable to the Month of July 2002

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% | \$0.31869 | \$0.00178 | \$0.32047 | \$0.31869 | \$0.00178 | \$0.32047 |
| >2% | \$0.31869 | \$0.00178 | \$0.32047 | *\$0.38243 | \$0.00178 | \$0.38421 |

*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% | \$0.31869 | \$0.00209 | \$0.32078 | \$0.31869 | \$0.00209 | \$0.32078 |
| >2% | \$0.31869 | \$0.00209 | \$0.32078 | *\$0.25495 | \$0.00209 | \$0.25704 |

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

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