Received: 08/27/2003

Status: CANCELLED Effective Date: 09/01/2003

PSC NO: 219 GAS NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: 09/01/03 STATEMENT TYPE: IRS STATEMENT NO: 2 PAGE 1 OF 1

INTERRUPTIBLE RATE STATEMENT

Applicable to Billings for Service Classification No. 4 (Inclusive of both Niagara Mohawk and former NM Suburban Gas Inc. Customers)

	Per Dt
Calendar Month Rate: Calendar Month Delivery Charge Calendar Month Average Cost of Gas Total Calendar Month Rate (Not less than the Adjusted Commodity Cost of Gas and not more than the Firm Gas Price)	\$0.4457 \$5.4043 \$5.85
Adjusted Commodity Cost of Gas Average Commodity Cost Adjusted for \$0.10	\$5.4043 \$5.5043
Equivalent Gas - Oil Price: Average No. 6 Oil, 1.0% Sulfur Adjusted for 95%	\$4.38 \$4.16
Firm Gas Price: Tail Block PSC No. 219, S.C. 3 Monthly Cost of Gas: Adjusted for Monthly Cost of Gas:	\$0.4627 \$6.2690 \$6.7317

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