

PSC NO: 219 GAS
 NIAGARA MOHAWK POWER CORPORATION
 INITIAL EFFECTIVE DATE 02/05/15

STATEMENT TYPE: CASH
 STATEMENT NO: 139
 PAGE 1 OF 1

STATEMENT OF MONTHLY CASHOUT RATES
 Applicable to Billings Pursuant to Rule 29 - Cashout of Imbalances
 Applicable to the Month of January 2015

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% | \$0.12345 | \$0.00166 | \$0.12511 | \$0.12345 | \$0.00166 | \$0.12511 |
| > 2% | \$0.12345 | \$0.00166 | \$0.12511 | * \$0.14814 | \$0.00166 | \$0.14980 |

*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% | \$0.12345 | \$0.00318 | \$0.12027 | \$0.12345 | \$0.00318 | \$0.12027 |
| > 2% | \$0.12345 | \$0.00318 | \$0.12027 | * \$0.09876 | \$0.00318 | \$0.09558 |

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

Issued By: Kenneth D. Daly, President, Syracuse, New York