Received: 01/29/2001 Status: CANCELLED Effective Date: 02/01/2001

..DID: 14649

..TXT: PSC NO: 218 GAS STATEMENT TYPE: MCG

COMPANY: NIAGARA MOHAWK POWER CORPORATION STATEMENT NO: 16

INITIAL EFFECTIVE DATE: 02/01/01

STAMPS:

Cancelled by Statement MCG Number 17 Effective 03/01/2001

RECEIVED: 01/29/01 STATUS: Cancelled EFFECTIVE: 02/01/01

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

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 January 29, 2001 using Supplier Rates Effective for the Month of February 1, 2001:	SC1 <u>Per Therm</u>	SC2 Residential & Commercial <u>Per Therm</u>	SC2 Industrial <u>Per Therm</u>
	\$0.662372	\$0.662372	\$0.673891
Factor of Adjustment:	1.017600	1.017600	1.017600
Resulting Monthly Cost Adjustment is:	\$0.67402	\$0.67402	\$0.68575
Reconciliation Applicable to Period: Twelve Months Ending August 31, 2000 SC1 & SC2 Refund Effective January 1, 2001 -March 31, 2001:	(\$0.03972)	(\$0.03972)	(\$0.03972)
Capacity Incentive Program: 12 Months ended January 31, 2002 Surcharge Effective February 1, 2001 - January 31, 2002	\$0.00290	\$0.00290	\$0.00290
SC1 & SC2 Transition Cost Refund: Effective January 1, 2001 - March 31, 2001	(\$0.01231)	(\$0.01231)	(\$0.01231)
TOTAL EFFECTIVE MONTHLY COST OF GAS: Commencing with usage on or after the effective date of this statement and thereafter until changed.	\$0.62489	\$0.62489	\$0.63662

STATEMENT: MCG STATEMENT NO.: 16

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SC3 SC3 MCG SC3 MCG
Large Comm. Applicable to Applicable to
& Industrial Ratchet Usage Metered Usage
Per Therm Per Therm 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 January 29, 2001 using Supplier Rates Effective for the Month

of February 1, 2001: \$0.629908

Factor of Adjustment: 1.017600

Resulting Monthly Cost Adjustment is: \$0.64099

Reconciliation Applicable to Period: Twelve Months Ending August 31, 2000. SC3 Refund Effective January 1, 2001 -

December 31, 2001: (\$0.02313)

Capacity Incentive Program:

12 Months ending January 31, 2002 \$0.00290

Surcharge Effective February 1, 2001 - January 31, 2002

SC3 Transition Cost Refund:

Effective January 1, 2001 - December 31, 2001 (\$0.00823)

TOTAL EFFECTIVE MONTHLY COST OF

GAS: \$0.61253 \$0.27226 \$0.34027

Commencing with usage on or after the effective date of this statement and thereafter until changed.

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