

..DID: 13690  
 ..TXT: PSC NO: 218 GAS STATEMENT TYPE: CASH  
 COMPANY: NIAGARA MOHAWK POWER CORPORATION STATEMENT NO: 39  
 INITIAL EFFECTIVE DATE: 11/10/00  
 STAMPS:  
 Cancelled by Statement CASH Number 40 Effective 12/08/2000  
 RECEIVED: 11/07/00 STATUS: Cancelled EFFECTIVE: 11/10/00

STATEMENT OF MONTHLY CASHOUT RATES  
 Applicable to Billings Pursuant to Rule 29 - Cashout of Imbalances  
 Applicable to the Month of October 2000

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%	\$0.52958	\$0.00235	<b>\$0.53193</b>	\$0.52958	\$0.00235	<b>\$0.53193</b>
>2%	\$0.52958	\$0.00235	<b>\$0.53193</b>	*\$0.63550	\$0.00235	<b>\$0.63785</b>

\*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%	\$0.52958	\$0.00246	<b>\$0.53204</b>	\$0.52958	\$0.00246	<b>\$0.53204</b>
>2%	\$0.52958	\$0.00246	<b>\$0.53204</b>	*\$0.42366	\$0.00246	<b>\$0.42612</b>

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

Issued By: Darlene D. Kerr, Executive Vice President, Syracuse, New York