



Pamela B. Dise
Manager – Electric Pricing

May 21, 2012

Honorable Jaclyn A. Brillling, Secretary
State of New York
Public Service Commission
Office of the Secretary, 19th Floor
Three Empire State Plaza
Albany, NY 12223

Dear Secretary Brillling:

Enclosed herewith for filing in accordance with the requirements of the Public Service Commission, State of New York is a copy of the following Statement issued by Niagara Mohawk.

Statement of Commodity Adjustment Charge
Statement No. 39
To P.S.C. 220 Electricity

Effective: May 31, 2012

This Statement of Commodity Adjustment Charge (CAC) is being filed per Rule No. 29 – Delivery Charge Adjustment (DCA). Specifically, Rule No. 29.2 describes the calculation of the CAC which adjusts the Delivery Charge Adjustment prices for deviations between actual costs of unhedged energy and capacity for purchased power and Electricity Supply Service (ESS) revenues collected from customers through their service bills. Rule 29 expired effective February 29, 2012. However, the CAC continued to be billed until the end of May 2012 to credit the remaining balance in the deferral account, in accordance with the aggregate rate caps in Rule 29.2.10.

Statement of Commodity Adjustment Charge No. 39 is effective May 31, 2012 for batch billings and June 1, 2012 for calendar month billings. It is a supplementary rate statement filed for the purpose of formalizing the closure of the Rule 29 CAC mechanism. The effective rates are zero.

Please notify me of any action taken in regards to this filing.

Sincerely,

Pamela B. Dise
Manager—Electric Pricing

PBD
Attachments

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