PSC NO: 219 GAS NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: 10/01/06

STATEMENT TYPE: IRS STATEMENT NO: 40 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	\$0.4590
Calendar Month Average Commodity Cost of Gas	\$7.0810
Total Calendar Month Rate	\$7.54
(Not less than the Adjusted Commodity Cost of Gas	
and not more than the Firm Gas Price)	
Adjusted Commodity Cost of Gas:	
Average Commodity Cost of Gas	\$7.0810
Average Commodity Cost of Gas Adjusted for \$0.10 (SC4 Floor Price)	\$7.1810
Equivalent Gas - Oil Price:	
Average No. 6 Oil, 1.0% Sulfur	\$6.83
Adjusted for 95%	\$6.48
Firm Gas Price:	
	¢0.4607
Tail Block PSC No. 219, SC3	\$0.4627 \$7.7500
Monthly Cost of Gas	\$7.7599 \$8.2226
Adjusted for Monthly Cost of Gas (SC4 Ceiling Price)	\$8.2226
Rate Per Dekatherm for Unauthorized Usage	\$32.54
	<i>402.0</i> .

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