

NIAGARA MOHAWK POWER CORPORATION
STATEMENT OF COMMODITY ADJUSTMENT CHARGE (CAC)
P.S.C. No. 220 - Rule 29.2
For Cost Month August 2010

Effective September 29, 2010 for Batch Billing
Effective October 1, 2010 for Calendar Month Billing

Applicable to Standard Rate Service Billings Under P.S.C. No. 220 Electricity

1. Rule 29.2.1 - Total Purchased Power Costs	\$	87,267,578
2. Rule 29.2.2 - Amortized Buyout or Buy-Down Costs of IPP Contracts	\$	-
3. Rule 29.2.3 - Over Market Variable Costs	\$	(2,525,000)
4. Subtotal (1+2-3)	\$	89,792,578
5. Rule 29.2.4(1): Rule 46 ESS Revenues for P.S.C. No 220 and 214	\$	108,524,239
6. Rule 29.2.4(1): Ancillary Services and NTAC	\$	5,076,575
7. Rule 29.2.4(1): Rule 46 ESS Revenues Less Ancillary Services and NTAC (Lines 5-6)	\$	103,447,664
8. Rule 29.2.4(2): Delivery Charge Adjustment (DCA) Revenues (exclusive of CAC)	\$	(717,091)
9. Rule 29.2.4(3): NYPA Rural and Domestic Residential Hydro Purchase Supplies	\$	(16,281,129)
10. Subtotal (Lines 7+8-9)	\$	119,011,702
11. Rule 29.2.6: Wholesale Sale Revenues	\$	1,910,831
12. Subtotal (Line 10 + 11)	\$	120,922,533
13. Adjustments to Prior CAC Statements	\$	-
14. Total Amount to Be (Refunded)/Collected (Lines 4-12+13)	\$	(31,129,955)
15. Actual Amount to Be (Refunded)/Collected	\$	(2,965,626)
16. Total Amount Offset to Deferral Account per Rule 29.2.10	\$	28,164,329
17. Actual Hedged Sales for Cost Month		835,779,724
18. Aggregate Rate of Adjustment per kWh (Line 15/Line 17)	\$	(0.00355)

Issued by: Thomas B. King, President, Syracuse, New York

Dated: September 23, 2010

P.S.C. 220 ELECTRICITY
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: SEPTEMBER 29, 2010

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<u>P.S.C. No. 220 Electricity</u>	<u>Effective Rate of Adjustment</u> <u>\$/kWh</u>
Service Classification Nos. 1 and 1C	(0.00379)
Service Classification No. 2ND	(0.00254)

Rates shown above are exclusive of gross receipts taxes.

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Dated: September 23, 2010**