Received: 12/22/2003



December 22, 2003

Honorable Jaclyn A. Brilling, Acting Secretary Public Service Commission 3 Empire State Plaza Albany, New York 12223

Dear Acting Secretary Brilling:

The attached Statement issued by Niagara Mohawk is being transmitted for filing in accordance with the requirements of the Public Service Commission, State of New York.

Statement of Commodity Adjustment Charge Statement No. 27

To P.S.C. No. 214 Electricity

Effective: December 31, 2003

The above Statement of Commodity Adjustment Charge (CAC) is being filed per P.S.C. No. 207 Electricity, Rule No. 29 - Delivery Charge (DCA). Specifically, Rule No. 29.2 adjusts the Delivery Charge Adjustment prices for deviations between actual cost of unhedged energy and capacity for purchased power, and Electricity Supply Service (ESS) revenues collected from customers in their service bills.

Statement of Commodity Adjustment Charge No. 27 is effective December 31, 2003 for batch billings and January 1, 2004 for calendar month billings.

Please advise the undersigned of any action taken in regards to this filing.

Sincerely,

James J. Bonner, Jr. Manager – Electric Pricing

JJB/wsp Attachments