PSC NO: 219 GAS NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: 9/01/06

STATEMENT TYPE: IRS STATEMENT NO: 39 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 | \$0.4677 |
| Calendar Month Average Commodity Cost of Gas | \$6.7723 |
| Total Calendar Month Rate | \$7.24 |
| (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 | \$6.7723 |
| Average Commodity Cost of Gas Adjusted for \$0.10 (SC4 Floor Price) | \$6.8723 |
| | |
| | |
| Equivalent Gas - Oil Price: | |
| Average No. 6 Oil, 1.0% Sulfur | \$8.05 |
| Adjusted for 95% | \$7.65 |
| | |
| Firm Gas Price: | |
| Tail Block PSC No. 219, SC3 | \$0.4627 |
| Monthly Cost of Gas | \$7.4544 |
| Adjusted for Monthly Cost of Gas (SC4 Ceiling Price) | \$7.9171 |
| required for montally cost of out (be recenting thee) | ψι,,111 |
| Rate Per Dekatherm for Unauthorized Usage | \$32.24 |
| | |

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