

**NIAGARA MOHAWK POWER CORPORATION**  
**STATEMENT OF COMMODITY ADJUSTMENT CHARGE (CAC)**  
**P.S.C. No. 220 - Rule 29.2**  
**For Cost Month January 2011**

Effective February 28, 2011 for Batch Billing  
Effective March 1, 2011 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	\$ 87,236,124
2. Rule 29.2.2 - Amortized Buyout or Buy-Down Costs of IPP Contracts	\$ -
3. Rule 29.2.3 - Over Market Variable Costs	\$ (4,250,000)
<b>4. Subtotal (1+2-3)</b>	<b>\$ 91,486,124</b>
5. Rule 29.2.4(1): Rule 46 ESS Revenues for P.S.C. No 220 and 214	\$ 84,724,157
6. Rule 29.2.4(1): Ancillary Services and NTAC	\$ 2,306,190
<b>7. Rule 29.2.4(1): Rule 46 ESS Revenues Less Ancillary Services and NTAC (Lines 5-6)</b>	<b>\$ 82,417,967</b>
8. Rule 29.2.4(2): Delivery Charge Adjustment (DCA) Revenues (exclusive of CAC)	\$ 6,443,697
9. Rule 29.2.4(3): NYPA Rural and Domestic Residential Hydro Purchase Supplies	\$ 8,626,076
<b>10. Subtotal (Lines 7+8-9)</b>	<b>\$ 80,235,588</b>
11. Rule 29.2.6: Wholesale Sale Revenues	\$ 2,914,073
<b>12. Subtotal (Line 10 + 11)</b>	<b>\$ 83,149,661</b>
<b>13. Adjustments to Prior CAC Statements</b>	<b>\$ -</b>
<b>14. Total Amount to Be (Refunded)/Collected (Lines 4-12+13)</b>	<b>\$ 8,336,463</b>
15. Actual Amount to Be (Refunded)/Collected	\$ 3,363,669
16. Total Amount Offset to Deferral Account per Rule 29.2.10	\$ (4,972,794)
17. Actual Hedged Sales for Cost Month	840,917,163
18. Aggregate Rate of Adjustment per kWh (Line 15/Line 17)	\$ 0.00400

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

Dated: February 16, 2011

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	<u>Effective Rate of Adjustment</u> \$/kWh
<b><u>P.S.C. No. 220 Electricity</u></b>	
Service Classification Nos. 1 and 1C	0.00337
Service Classification No. 2ND	0.00239

Rates shown above are exclusive of gross receipts taxes.

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