Attachment 1

NIAGARA MOHAWK POWER CORPORATION

ADJUSTMENT TO CHARGES PURSUANT TO THE NEW YORK POWER AUTHORITY HYDROPOWER BENEFIT RECONCILIATION MECHANISM STATEMENT NO. 2 TO P.S.C. 220 ELECTRICITY

NYPA Reconciliation Rate for the Cost month of March 2009

LI	ne	NO.

1	May 2009 Forecast Residential Sales (kWh) (PSC No. 207-SC Nos. 1 and 1C)		823,084,181	
2	Proposed NYPA Reconciliation Amount associated with the cost month of March 2009 (from Attachment 2)	\$	(7,297,813)	
3	Proposed NYPA Reconciliation Rate	\$	(0.008866)	
Total NYPA Reconciliation Factor Effective May 1, 2009 - May 31, 2009				
4	Total NYPA Reconciliation Factor effective May 1, 2009	\$	(0.008866)	

Line 1: May 2009 residential sales forecast approved by the Commission in Case No. 01-M-0075.

Line 2: Proposed NYPA reconciliation amount for the cost month of March 2009

Line 3: Reconciliation Rate for the cost month of March 2009 (Line 2 divided by Line 1)

Line 4: Total NYPA Reconciliation Factor (equal to Line 3)