Line No.

3

Attachment 1

(0.005405)

NIAGARA MOHAWK POWER CORPORATION

ADJUSTMENT TO CHARGES PURSUANT TO THE NEW YORK POWER AUTHORITY HYDROPOWER BENEFIT RECONCILIATION MECHANISM STATEMENT NO. 4 TO P.S.C. 220 ELECTRICITY

NYPA Reconciliation Rate for the Cost month of May 2009

1	July 2009 Forecast Residential Sales (kWh) (PSC No. 207-SC Nos. 1 and 1C)	986,389,635
2	Proposed NYPA Reconciliation Amount associated with the cost month of May 2009 (from Attachment 2)	\$ (5,331,612)

Total NYPA Reconciliation Factor Effective July 1, 2009 - July 31, 2009

Proposed NYPA Reconciliation Rate

4 Total NYPA Reconciliation Factor effective July 1, 2009 \$ (0.005405)

Line 1: July 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 May 2009

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

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

NIAGARA MOHAWK POWER CORPORATION

ADJUSTMENT TO CHARGES PURSUANT TO THE NEW YORK POWER AUTHORITY HYDROPOWER BENEFIT RECONCILIATION MECHANISM STATEMENT NO. 4 TO P.S.C. 220 ELECTRICITY

<u>Calculation of</u> **NYPA Reconciliation Rate for the Cost month of May 2009**

		(B)								
	(A)					Difference in		(A) - (B) + (C)		
	Actual NYPA	Actual NYPA Forecast NYPA		Forecast NYPA Actual NYPA Difference		Supply * Market			Total	
	Residential Cost	Residential Cost	Residential Supply	Residential Supply	in Supply	Market Price		Price	Re	econciliation
May, 2009	\$ 1,437,734	\$ -	-	104,363,144	(104,363,144)	\$0.06486338	\$	(6,769,346)	\$	(5,331,612)