

NIAGARA MOHAWK POWER CORPORATION
ADJUSTMENT TO CHARGES PURSUANT TO THE
NEW YORK POWER AUTHORITY HYDROPOWER BENEFIT
RECONCILIATION MECHANISM
STATEMENT NO. 35
TO P.S.C. 220 ELECTRICITY

<u>Line No.</u>	<u>NYPA Reconciliation Rate for the Cost month of December 2011</u>		
1	February 2012 Forecast Residential Sales (kWh) (PSC No. 220-SC Nos. 1 and 1C)		1,031,607,130
2	Proposed NYPA Reconciliation Amount associated with the cost month of December 2011	\$	(348,682)
3	Billing Correction to Nov'07-Aug'11 Reconciliation Overcredits Final installment out of four consecutive monthly installments	\$	1,815,903
4	Proposed NYPA Reconciliation Rate	\$	0.001422
<u>'Recharge NY' Residential Consumer Discount for February 2012 billing *</u>			
5	RCD Reconciliation of the RCD billed in the month of December 2011	\$	(81,573)
6	Residential Consumer Discount Rate	\$	(0.000079)
7	<u>Total NYPA Reconciliation Factor</u> <i>Effective February 1, 2012 - February 29, 2012</i>	\$	0.001343

* From January 2012 forward, the RCD is included in the new Rule 46.2.6 NYPA Benefit, not in Rule 40. Rule 40 will, however, reconcile the RCD billed in November and December of 2011.

Line 1: February 2012 residential sales forecast approved by the Commission in Case No. 10-E-0050.
Line 2: Proposed NYPA reconciliation amount for the cost month of December 2011 (per Attachment 2)
Line 3: February 2012 installment of billing correction for net overcredits from November 2007 to August 2011
Line 4: Reconciliation Rate for the cost month of December 2011 (Line 2 + Line 3, divided by Line 1)
Line 5: Sales reconciliation of the New York Residential Consumer Discount Payment billed in December 2011
Line 6: Line 5 divided by Line 1
Line 7: Total NYPA Reconciliation Factor for billing (Line 4 + Line 7)

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TO P.S.C. 220 ELECTRICITYCalculation of
NYPA Reconciliation Rate for the Billing Month of February 2012NYPA Reconciliation Rate for the Cost month of December 2011

Cost Month	(A) Actual NYPA Residential Cost	(B) Forecast NYPA Residential Cost	Forecast NYPA Residential Supply	Actual NYPA Residential Supply	Difference in Supply	Market Price	(C) Difference in Supply * Market Price	(A) - (B) + (C) Cost Month Reconciliation
December 2011	\$ 650,573	\$ -	-	16,275,000	(16,275,000)	\$ 0.06139817	\$ (999,255)	\$ (348,682)

'Recharge NY' Residential Consumer Discount (RCD) for February 2012 billing

						February 2012 RCD Payment see note *
Batches 1-20 December 2011 Residential Sales	Forecast December 2011 Residential Sales	(D) Actual minus Forecast Residential Sales	(E) December 2011 RCD Rate Billed	(E) * (D) (Over)/Under Credit	- (E)*(D) December 2011 RCD Reconciliation	
960,824,680	985,313,843	(24,489,163)	\$ (0.003331)	\$ 81,573.40	\$ (81,573.40)	

Billing Correction to Net Overcredit from November 2007 to August 2011

Billing Months Incorrectly Billed	Cumulative NYPA Reconciliation Overcredit	Cumulative CAC Overcharge	Net Overcredit	Allocation of Billing Correction				Billing Correction for February 2012
				Nov-2011	Dec-2011	Jan-2012	Feb-2012	
Nov'07 to Aug'11	\$ (56,489,190)	\$ 49,225,578	\$ (7,263,611)	1,815,903	1,815,903	1,815,903	1,815,903	\$ 1,815,903

* From January 2012 forward, the RCD is included in the new Rule 46.2.6 NYPA Benefit, not in Rule 40. Rule 40 will, however, reconcile the RCD billed in November and December of 2011.

Attachment 3

NIAGARA MOHAWK POWER CORPORATION

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December 2011 Residential Sales Billed the NYPA Hydropower Benefit Reconciliation

Company Code	Service Type Code	Revenue Year Reported	Revenue Month Reported	Cons Type Cd	Cons Type Desc	Tariff Schedule Type Code	Tariff Schedule Type Description	kWh Billed (Batches 1-20 of Billing Month)
36 E		2011	12	NW	KWH D HydroPwr Benefit Reconcil On Pk NYPA	003	SC1C - Electric SC1C Non Heat	415,722
36 E		2011	12	NW	KWH D HydroPwr Benefit Reconcil On Pk NYPA	107	SC1C - Electric SC1C Heat	193,992
36 E		2011	12	NW	KWH D HydroPwr Benefit Reconcil On Pk NYPA	907	SC1C - Electric T&D SC1C Heat	76,932
36 E		2011	12	NW	KWH D HydroPwr Benefit Reconcil On Pk NYPA	911	SC1C - Electric T&D SC1C Non Heat	385,679
36 E		2011	12	NY	KWH D Hydro Bnfit Rcndltm OffSeas/NoSeas NYPA	001	SC1 - Electric SC1 Non Heat	633,921,200
36 E		2011	12	NY	KWH D Hydro Bnfit Rcndltm OffSeas/NoSeas NYPA	003	SC1C - Electric SC1C Non Heat	8,893,260
36 E		2011	12	NY	KWH D Hydro Bnfit Rcndltm OffSeas/NoSeas NYPA	105	SC1 - Electric SC1 Heat	111,495,104
36 E		2011	12	NY	KWH D Hydro Bnfit Rcndltm OffSeas/NoSeas NYPA	107	SC1C - Electric SC1C Heat	4,475,579
36 E		2011	12	NY	KWH D Hydro Bnfit Rcndltm OffSeas/NoSeas NYPA	903	SC1 - Electric T&D SC1 Non Heat	162,670,237
36 E		2011	12	NY	KWH D Hydro Bnfit Rcndltm OffSeas/NoSeas NYPA	905	SC1 - Electric T&D SC1 Heat	24,424,207
36 E		2011	12	NY	KWH D Hydro Bnfit Rcndltm OffSeas/NoSeas NYPA	907	SC1C - Electric T&D SC1C Heat	1,906,344
36 E		2011	12	NY	KWH D Hydro Bnfit Rcndltm OffSeas/NoSeas NYPA	911	SC1C - Electric T&D SC1C Non Heat	9,756,407
36 E		2011	12	NZ	KWH D HydroPwr Bnfit Reconcil Intrm Pk NYPA	003	SC1C - Electric SC1C Non Heat	714,503
36 E		2011	12	NZ	KWH D HydroPwr Bnfit Reconcil Intrm Pk NYPA	107	SC1C - Electric SC1C Heat	436,452
36 E		2011	12	NZ	KWH D HydroPwr Bnfit Reconcil Intrm Pk NYPA	907	SC1C - Electric T&D SC1C Heat	184,498
36 E		2011	12	NZ	KWH D HydroPwr Bnfit Reconcil Intrm Pk NYPA	911	SC1C - Electric T&D SC1C Non Heat	874,564
Sum:								960,824,680

RCD Rate Billed in December 2011	\$	(0.003331)
December 2011 Forecast Residential Sales (kWh)		985,313,843
Actual Sales minus Forecast Sales (kWh)		-24,489,163
RCD (Over)/Under-credited	\$	81,573.40
Reconciliation of December 2011 RCD Billing	\$	(81,573.40)