

PSC NO: 220 ELECTRICITY
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: APRIL 27, 2009

LEAF: 219
REVISION: 0
SUPERSEDING REVISION:

GENERAL INFORMATION

40. ADJUSTMENT TO CHARGE PURSUANT TO THE NEW YORK POWER AUTHORITY (NYPA) HYDROPOWER BENEFIT RECONCILIATION MECHANISM (Continued)

40.2.2 **Forecast NYPA Residential Cost** in dollars for the respective month is the forecast cost (in Rule 40.4), used in the development of the rate plan approved in PSC Case No. 01-M-0075 which may be updated in CTC Resets, to paid by the Company to NYPA for delivery of power under Niagara Firm, Niagara Peaking, St. Lawrence Firm, and residual Replacement Power not allocated and consumed by qualifying industrial customers.

40.2.3 **Forecast NYPA Residential Supply** in MWh for the respective month is the forecast energy (in Rule 40.4) used in the development of the rate plan approved in PSC Case No. 01-M-0075 which may be updated in CTC Resets to be delivered by NYPA to the Company under Niagara Firm, Niagara Peaking, St. Lawrence Firm, and residual Replacement Power not allocated and consumed by qualifying industrial customers.

40.2.4 **Actual NYPA Residential Supply** in MWh for the respective month is the actual delivered energy by NYPA to the Company under Niagara Firm, Niagara Peaking, St. Lawrence Firm, and residual Replacement Power not allocated and consumed by qualifying industrial customers.

40.2.5 **Market Price** in \$/MWh for the respective month shall mean the forecast energy and capacity market price used to establish the over-market variable cost, as approved in PSC Case No. 01-M-0075.

40.3 Filing of Reconciliation Rate Statements

40.3.1 In accordance with Rule No. 40.1.1, the annual reconciliation rate shall be shown on a statement filed annually with the Public Service Commission apart from the rate schedule not less than three (3) business days before its effective date.

40.3.2 In accordance with Rule No. 40.1.2, the monthly reconciliation rate shall be shown on a statement filed monthly with the Public Service Commission apart from the rate schedule not less than three (3) business days before its effective date.

Issued by Thomas B. King, President, Syracuse, NY