



James J. Bonner
Manager – Electric Pricing

August 21, 2007

Honorable Jaclyn A. Brillling, Secretary
State of New York
Public Service Commission
Office of the Secretary, 19th Floor
Three Empire State Plaza
Albany, NY 12223

Dear Secretary Brillling:

Enclosed herewith for filing in accordance with the requirements of the Public Service Commission, State of New York is a copy of the following Statement issued by Niagara Mohawk.

Statement of Commodity Adjustment Charge
Statement No. 71
To P.S.C. 214 Electricity

Effective: August 29, 2007

This Statement of Commodity Adjustment Charge (CAC) is being filed per Rule No. 29— Delivery Charge Adjustment (DCA). Specifically, Rule No. 29.2 describes the calculation of the CAC which adjusts the Delivery Charge Adjustment prices for deviations between actual costs of unhedged energy and capacity for purchased power and Electricity Supply Service (ESS) revenues collected from customers through their service bills.

Statement of Commodity Adjustment Charge No. 71 is effective August 29, 2007 for batch billings and September 1, 2007 for calendar month billings.

Please notify me of any action taken in regards to this filing.

Sincerely,

Patricia Rivers
Senior Rate Analyst
Electric Pricing

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