

**Niagara Mohawk**

A **National Grid** Company



March 23, 2005

Honorable Jaclyn A. Brillling, Secretary  
Public Service Commission  
3 Empire State Plaza  
Albany, New York 12223

Dear Secretary Brillling:

The attached Statement issued by Niagara Mohawk is being transmitted for filing in accordance with the requirements of the Public Service Commission, State of New York.

Statement of Commodity Adjustment Charge

Statement No. 42

To P.S.C. No. 214 Electricity

Effective: March 31, 2005

The above Statement of Commodity Adjustment Charge (CAC) is being filed per P.S.C. No. 207 Electricity, Rule No. 29 - Delivery Charge (DCA). Specifically, Rule No. 29.2 adjusts the Delivery Charge Adjustment prices for deviations between actual cost of unhedged energy and capacity for purchased power, and Electricity Supply Service (ESS) revenues collected from customers in their service bills.

Statement of Commodity Adjustment Charge No.42 is effective March 31, 2005 for batch billings and April 1, 2005 for calendar month billings.

Please advise the undersigned of any action taken in regards to this filing.

Sincerely,

James J. Bonner, Jr.  
Manager – Electric Pricing

PJR  
Attachments

Fax: