

PSC NO: 219 GAS
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: 06/01/17
STAMPS:

LEAF: 122.5
REVISION: 7
SUPERSEDING REVISION: 6

GENERAL INFORMATION

33. MERCHANT FUNCTION CHARGE: (continued)

33.1.2 Commodity Related Credit and Collection Expenses (continued)

33.1.2.1.1.5 The resulting over or under collection (adjusted for simple interest at the Commission's other customer capital rate) will be divided by the projected annual sales of SC No, 1 sales customers and applicable SC No, 1MB transportation customers to determine the per therm credit or surcharge to be refunded or recovered over the 12-month period beginning January 1st through December 31st after the reconciliation period. The per therm credit or surcharge will be added to the Residential Commodity Related Credit and Collection Expenses per therm rate in effect at that time.

33.1.2.1.1.6 The Company will combine any over/under recovery for the period April 1, 2018 through August 31, 2018 with any over/under recoveries for the period April 1, 2017 to March 31, 2018. The total over/under recovery amount (adjusted for simple interest at the Commission's other customer capital rate) will be credited or surcharged to customers beginning January 1, 2019.

33.1.2.1.2 Non Residential Commodity Related Credit and Collection Expenses

33.1.2.1.2.1 The Non Residential Commodity Related Credit and Collection Expenses Target is set at \$44,572 for the period April 1, 2018 to March 31, 2017. Effective September 1, 2018 to August 31, 2019, the target is set at \$44,614 and each subsequent 12-month period beginning September 1st thereafter.

33.1.2.1.2.2 Applicable to SC Nos. 2, 3, 12 and 13 sales customers and Marketers participating in the Company's Purchase of Receivables program that serve the SC Nos. 2MB, 5, 7, 8, 12DB, 12MB and 13MB transportation customers.

33.1.2.1.2.3 The Non Residential Commodity Related Credit and Collection Expenses per therm rate is determined for 12-month period beginning September 1st by dividing the \$44,614 target by the projected annual sales of the to SC Nos. 2, 3, 12 and 13 sales customers and applicable SC Nos. 2MB, 5, 7, 8, 12DB, 12MB and 13MB, transportation customers.

Issued By: Kenneth D. Daly, President, Syracuse, New York