

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

LEAF: 122.4.1
REVISION: 2
SUPERSEDING REVISION: 1

GENERAL INFORMATION

33. MERCHANT FUNCTION CHARGE: (continued)

33.1.1 Gas Supply Procurement Expenses (continued)

33.1.1.1.7 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.

33.1.1.2 The resulting rate shall be filed on the Statement of Merchant Function Charge not less than two business days prior to the date on which the statement is proposed to be effective.

33.1.2 Commodity Related Credit and Collection Expenses

33.1.2.1 Effective April 1, 2018

33.1.2.1.1 Residential Commodity Related Credit and Collection Expenses

33.1.2.1.1.1 The Residential Commodity Related Credit and Collection Expenses Target is set at \$1,072,419 for the period April 1, 2018 to March 31, 2019. Effective September 1, 2018 and each subsequent 12-month period starting September 1st thereafter, the target is set at \$1,072,593.

33.1.2.1.1.2 Applicable to SC No. 1 sales customers and Marketers participating in the Company's Purchase of Receivables program that serve SC No. 1MB transportation customers.

33.1.2.1.1.3 The Residential Commodity Related Credit and Collection Expenses per therm rate is determined for each 12-month period beginning September 1st by dividing the \$1,072,593 target by the projected annual deliveries to the SC No. 1 sales customers and applicable SC No. 1MB transportation customers.

33.1.2.1.1.4 Recoveries of the Residential Commodity Related Credit and Collection Expenses per therm rate for the period September 1, 2018 – August 31, 2019 and each subsequent 12-month period ending August 31st thereafter will be reconciled to the \$1,072,593 target.

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