

PSC NO: 219 GAS
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: 7/01/06

STATEMENT TYPE: MCG
STATEMENT NO: 37
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MONTHLY COST OF GAS STATEMENT
Applicable to Billing for Service Classification Nos. 1 & 2

	<u>SC1</u> <u>Per Therm</u>	SC2 Residential & Commercial <u>Per Therm</u>	SC2 Industrial <u>Per Therm</u>
As determined on June 28, 2006 Supplier rates in effect on July 1, 2006			
Weighted Average Commodity Cost of Gas Per Therm as defined in General Information Rule 17.3.3:	\$0.624087	\$0.624087	\$0.624087
Weighted Average Demand Cost of Gas Per Therm as defined in General Information Rule 17.3.4:	\$0.102635	\$0.102635	\$0.098529
Total Weighted Average Cost of Gas Per Therm:	\$0.726722	\$0.726722	\$0.722616
Factor of Adjustment:	1.017600	1.017600	1.017600
Resulting Monthly Cost Adjustment is:	\$0.73951	\$0.73951	\$0.73533
Reconciliation of Gas Cost Recoveries to Gas Costs Incurred Applicable to Period: Twelve Months Ending 8/31/2005 Surcharge Effective: 1/1/2006 through 12/31/2006	\$(0.00546)	\$(0.00546)	\$(0.00546)
TOTAL EFFECTIVE MONTHLY COST OF GAS: Commencing with usage on or after the effective date of this statement and thereafter until changed.	\$0.73405	\$0.73405	\$0.72987
Effective Merchant Function Charge:	\$0.02222	\$0.02222	\$0.02222

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MONTHLY COST OF GAS STATEMENT
Applicable to Billing for Service Classification No. 3

	SC3 Large Comm. & Industrial Per Therm	SC3 MCG Applicable to Ratchet Usage Per Therm	SC3 MCG Applicable to Metered Usage Per Therm
As determined on June 28, 2006 Supplier rates in effect on July 1, 2006			
Weighted Average Commodity Cost of Gas Per Therm as defined in General Information Rule 17.3.3:	\$0.624087		
Weighted Average Demand Cost of Gas Per Therm as defined in General Information Rule 17.3.4:	\$0.072871		
Total Weighted Average Cost of Gas Per Therm:	\$0.696958		
Factor of Adjustment:	1.017600		
Resulting Monthly Cost Adjustment is:	\$0.70922		
Reconciliation of Gas Cost Recoveries to Gas Costs Incurred Applicable to Period: Twelve Months Ending 8/31/2005 Surcharge Effective: 1/1/2006 through 12/31/2006	\$(0.00546)		
TOTAL EFFECTIVE MONTHLY COST OF GAS: Commencing with usage on or after the effective date of this statement and thereafter until changed.	\$0.70376	\$0.27287	\$0.43089
Effective Merchant Function Charge:	\$0.00000	\$0.00000	\$0.00000

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MONTHLY COST OF GAS STATEMENT
Applicable to Billing for Service Classification Nos. 12 & 13
Distributed Generation

	SC12 Distributed Generation Non-Residential <u>Per Therm</u>	SC13 Distributed Generation Residential <u>Per Therm</u>
As determined on June 28, 2006 Supplier rates in effect on July 1, 2006		
Weighted Average Commodity Cost of Gas Per Therm as defined in General Information Rule 17.3.3:	\$0.624087	\$0.624087
Weighted Average Demand Cost of Gas Per Therm as defined in General Information Rule 17.3.4:	\$0.041054	\$0.059528
Total Weighted Average Cost of Gas Per Therm:	\$0.665141	\$0.683615
Factor of Adjustment:	1.017600	1.017600
Resulting Monthly Cost Adjustment is:	\$0.67684	\$0.69564
Reconciliation of Gas Cost Recoveries to Gas Costs Incurred Applicable to Period: Twelve Months Ending 8/31/2005 Surcharge Effective: 1/1/2006 through 12/31/2006		
	\$(0.00546)	\$(0.00546)
TOTAL EFFECTIVE MONTHLY COST OF GAS: Commencing with usage on or after the effective date of this statement and thereafter until changed.	\$0.67138	\$0.69018
Effective Merchant Function Charge:	\$0.02222	\$0.02222

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