

**NIAGARA MOHAWK POWER CORPORATION
STATEMENT OF SUPPLY SERVICE CHARGES**

FOR THE BILLING MONTH OF JULY 2012
Applicable to Billings Under P.S.C. No. 220 Electricity

EFFECTIVE: BILLING CYCLE 1, JUNE 28, 2012, THROUGH BILLING CYCLE 20, JULY 30, 2012 FOR BATCH BILLINGS
EFFECTIVE: JULY 1, 2012 TO JULY 31, 2012 FOR CALENDAR MONTH BILLINGS

All rates are dollars/kWh unless stated otherwise

Commodity Rates

Rule 46.1.1 Electricity Supply Cost (ESCost)

| Service Classification | ISO Zone (Subzone #) | Region | Period | <u>Billed Rate</u> |
|------------------------|----------------------|------------|-----------|--------------------|
| | | | | ESCost |
| S.C. No. 1 | A - West (1) | Frontier | All Hours | 0.04375 |
| | B - Genesee (29) | Genesee | All Hours | 0.04389 |
| | C - Central (2) | Central | All Hours | 0.04413 |
| | D - North (31) | Adirondack | All Hours | 0.04245 |
| | E - Mohawk V (3) | Utica | All Hours | 0.04508 |
| | F - Capital (4) | Capital | All Hours | 0.04613 |
| S.C. No. 2ND | A - West (1) | Frontier | All Hours | 0.04614 |
| | B - Genesee (29) | Genesee | All Hours | 0.04629 |
| | C - Central (2) | Central | All Hours | 0.04649 |
| | D - North (31) | Adirondack | All Hours | 0.04469 |
| | E - Mohawk V (3) | Utica | All Hours | 0.04749 |
| | F - Capital (4) | Capital | All Hours | 0.04872 |

Rule 46.3 Electricity Supply Reconciliation Mechanism (ESRM) - not applicable to NYPA-served load

| Service Classification | New Hedge Adjustment | Balance of the ESRM | Zone | <u>Billed Rate</u> |
|----------------------------|----------------------|---------------------|-----------|--------------------|
| | | | | ESRM |
| S.C. Nos. 1 and 2ND | (0.002200) | 0.014025 | All Zones | 0.011825 |
| S.C. Nos. 1C, 2D, 3 and 3A | | 0.010640 | All Zones | 0.010640 |

Rule 46.1.3.7 Capacity Tag Charge Billing Rate

| Service Classification | Zone | <u>Billed Rate</u> |
|---|-----------|--------------------|
| | | Capacity (\$/kW) |
| S.C. Nos. 3 Special Provision L (MHP), and 3A | All Zones | 1.66545 |

Delivery Rates

Rule 46.2 Legacy Transition Charge - not applicable to NYPA-served load or Qualifying Empire Zone Rider load

| Service Classification | Rule 46.2 LTC | Rule 46.2.6 NYPA Benefit | | Zone | <u>Billed Rate</u> |
|-----------------------------|---------------|--------------------------|-------------------------|-----------|--------------------|
| | | NYPA R&D Contracts | Recharge NY RCD Payment | | LTC |
| S.C. Nos. 1 & 1-C | 0.001149 | (0.000688) | (0.003602) | All Zones | (0.003141) |
| S.C. Nos. 2ND, 2D, 3 and 3A | 0.001149 | | | All Zones | 0.001149 |

PLEASE NOTE: S.C. 4, S.C. 7 and S.C. 12 customers are subject to the rates of their parent service classification, with the exception of S.C. 7 commodity customers in S.C. 2ND, who are billed for ESCost under Rule 46.1.2, not Rule 46.1.1

Rates shown above are exclusive of gross receipts taxes.

Issued by: Kenneth D. Daly, President, Syracuse, New York
Dated: June 25, 2012