

PSC NO: 219 GAS
 NIAGARA MOHAWK POWER CORPORATION
 INITIAL EFFECTIVE DATE: 07/01/12

STATEMENT TYPE: MFC
 STATEMENT NO: 41
 PAGE 1 OF 2

MERCHANT FUNCTION CHARGE STATEMENT

Applicable to Customers under Service Classification Nos. 1, 2, 12 and 13

Effective with usage on or after the effective date of this statement and thereafter until changed

	SC1	SC2	SC2
	Residential	Residential &	Industrial
	<u>Per Therm</u>	<u>Per Therm</u>	<u>Per Therm</u>
Monthly Cost of Gas for July 1, 2012	\$0.36300	\$0.36137	\$0.36137
Uncollectible Factor	<u>2.30%</u>	<u>0.30%</u>	<u>0.30%</u>
Commodity Related Uncollectible Charge (Monthly Cost of Gas * Uncollectible Factor)	\$0.00835	\$0.00108	\$0.00108
Gas Supply Procurement Charge	\$0.00204	\$0.00204	\$0.00204
Commodity Related Credit and Collections Charge	\$0.00419	\$0.00419	\$0.00419
Return Requirement on Gas Storage Inventory	\$0.00580	\$0.00580	\$0.00580
Total Merchant Function Charge	\$0.02038	\$0.01311	\$0.01311

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

PSC NO: 219 GAS
 NIAGARA MOHAWK POWER CORPORATION
 INITIAL EFFECTIVE DATE: 07/01/12

STATEMENT TYPE: MFC
 STATEMENT NO: 41
 PAGE 2 OF 2

MERCHANT FUNCTION CHARGE STATEMENT

Applicable to Customers under Service Classification Nos. 1, 2, 12 and 13

Effective with usage on or after the effective date of this statement and thereafter until changed

	SC12 Distributed Generation Non-Residential <u>Per Therm</u>	SC13 Distributed Generation Residential <u>Per Therm</u>
Monthly Cost of Gas for July 1, 2012	\$0.31088	\$0.33368
Uncollectible Factor	<u>0.30%</u>	<u>0.30%</u>
Commodity Related Uncollectible Charge (Monthly Cost of Gas * Uncollectible Factor)	\$0.00093	\$0.00100
Gas Supply Procurement Charge	\$0.00204	\$0.00204
Commodity Related Credit and Collections Charge	\$0.00419	\$0.00419
Return Requirement on Gas Storage Inventory	\$0.00580	\$0.00580
Total Merchant Function Charge	\$0.01296	\$0.01303

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