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

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MONTHLY COST OF GAS STATEMENT Applicable to Billing for Service Classification Nos. 1 & 2

	SC1 <u>Per Therm</u>	SC2 Residential & Commercial <u>Per Therm</u>	SC2 Industrial <u>Per Therm</u>
As determined on: June 28, 2012 Supplier Rates in effect on: July 1, 2012			
Weighted Average Commodity Cost of Gas as defined in General Information Rule 17.3.3:	\$0.293008	\$0.293008	\$0.293008
Weighted Average Demand Cost of Gas as defined in General Information Rule 17.3.4:	\$0.080941	\$0.079338	\$0.079338
Total Weighted Average Cost of Gas:	\$0.373949	\$0.372346	\$0.372346
Factor of Adjustment:	1.016200	1.016200	1.016200
Resulting Monthly Cost Adjustment is:	\$0.380000	\$0.378370	\$0.378370
Reconciliation of Gas Cost Recoveries to Gas Costs Incurred Applicable to Period: Twelve Months Ending 8/31/11 Refund Effective: 1/1/12 through 12/31/12	(\$0.01700)	(\$0.01700)	(\$0.01700)
TOTAL EFFECTIVE MONTHLY COST OF GAS: Commencing with usage on or after the effective date of this statement and thereafter until changed.	\$0.36300	\$0.36137	\$0.36137

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MONTHLY COST OF GAS STATEMENT Applicable to Billing for Service Classification Nos. 3, 12 & 13

	SC3 Large Comm. & Industrial <u>Per Therm</u>	SC12 Distributed Generation Non-Residential <u>Per Therm</u>	SC13 Distributed Generation Residential <u>Per Therm</u>
As determined on: June 28, 2012 Supplier Rates in effect on: July 1, 2012			
Weighted Average Commodity Cost of Gas as defined in General Information Rule 17.3.3:	\$0.293008	\$0.293008	\$0.293008
Weighted Average Demand Cost of Gas as defined in General Information Rule 17.3.4:	\$0.057700	\$0.029652	\$0.052090
Total Weighted Average Cost of Gas:	\$0.350708	\$0.322660	\$0.345099
Factor of Adjustment:	1.016200	1.016200	1.016200
Resulting Monthly Cost Adjustment:	\$0.356380	\$0.327880	\$0.350680
Reconciliation of Gas Cost Recoveries to Gas Costs Incurred Applicable to Period: Twelve Months Ending 8/31/11. Refund Effective: 1/1/12 through 12/31/12	(\$0.01700)	(\$0.01700)	(\$0.01700)
TOTAL EFFECTIVE MONTHLY COST OF GAS: Commencing with usage on or after the effective date of	\$0.33938	\$0.31088	\$0.33368

this statement and thereafter until changed.

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