

PSC NO: 219 GAS  
 NIAGARA MOHAWK POWER CORPORATION  
 INITIAL EFFECTIVE DATE: 08/01/12

STATEMENT TYPE: MCG  
 STATEMENT NO: 111  
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**MONTHLY COST OF GAS STATEMENT**  
**Applicable to Billing for Service Classification Nos. 1 & 2**

	<b>SC1</b>	<b>SC2 Residential &amp; Commercial</b>	<b>SC2 Industrial</b>
	<b><u>Per Therm</u></b>	<b><u>Per Therm</u></b>	<b><u>Per Therm</u></b>
As determined on: July 30, 2012			
Supplier Rates in effect on: August 1, 2012			
Weighted Average Commodity Cost of Gas as defined in General Information Rule 17.3.3:	\$0.316368	\$0.316368	\$0.316368
Weighted Average Demand Cost of Gas as defined in General Information Rule 17.3.4:	\$0.080178	\$0.078590	\$0.078590
Total Weighted Average Cost of Gas:	\$0.396545	\$0.394957	\$0.394957
Factor of Adjustment:	1.016200	1.016200	1.016200
Resulting Monthly Cost Adjustment is:	\$0.402960	\$0.401350	\$0.401350
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)
<b>TOTAL EFFECTIVE MONTHLY COST OF GAS:</b>	<b>\$0.38596</b>	<b>\$0.38435</b>	<b>\$0.38435</b>
Commencing with usage on or after the effective date of this statement and thereafter until changed.			

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

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

	<b>SC3 Large Comm. &amp; Industrial Per Therm</b>	<b>SC12 Distributed Generation Non-Residential Per Therm</b>	<b>SC13 Distributed Generation Residential Per Therm</b>
As determined on: July 30, 2012			
Supplier Rates in effect on: August 1, 2012			
Weighted Average Commodity Cost of Gas as defined in General Information Rule 17.3.3:	\$0.316368	\$0.316368	\$0.316368
Weighted Average Demand Cost of Gas as defined in General Information Rule 17.3.4:	\$0.057156	\$0.029372	\$0.051599
Total Weighted Average Cost of Gas:	\$0.373524	\$0.345740	\$0.367967
Factor of Adjustment:	1.016200	1.016200	1.016200
Resulting Monthly Cost Adjustment:	\$0.379570	\$0.351340	\$0.373920
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)
<b>TOTAL EFFECTIVE MONTHLY COST OF GAS:</b> Commencing with usage on or after the effective date of this statement and thereafter until changed.	<b>\$0.36257</b>	<b>\$0.33434</b>	<b>\$0.35692</b>

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