

PSC NO: 219 GAS  
 NIAGARA MOHAWK POWER CORPORATION  
 INITIAL EFFECTIVE DATE: 06/01/10

STATEMENT TYPE: MCG  
 STATEMENT NO: 85  
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**MONTHLY COST OF GAS STATEMENT**  
**Applicable to Billing for Service Classification Nos. 1 & 2**

	<b>SC1</b>	<b>SC2</b>	<b>SC2</b>
	<b><u>Per Therm</u></b>	<b><u>Residential &amp; Commercial Per Therm</u></b>	<b><u>Industrial Per Therm</u></b>
As determined on: May 27, 2010			
Supplier Rates in effect on: June 1, 2010			
Weighted Average Commodity Cost of Gas as defined in General Information Rule 17.3.3:	\$0.505405	\$0.505405	\$0.505405
Weighted Average Demand Cost of Gas as defined in General Information Rule 17.3.4:	\$0.067100	\$0.067100	\$0.057035
Total Weighted Average Cost of Gas:	\$0.572504	\$0.572504	\$0.562440
Factor of Adjustment:	1.016200	1.016200	1.016200
Resulting Monthly Cost Adjustment is:	\$0.581770	\$0.581770	\$0.571550
Reconciliation of Gas Cost Recoveries to Gas Costs Incurred Applicable to Period: Twelve Months Ending 8/31/09 Refund Effective: 1/1/10 through 12/31/10	(\$0.03262)	(\$0.03262)	(\$0.03262)
<b>TOTAL EFFECTIVE MONTHLY COST OF GAS:</b>	<b>\$0.54915</b>	<b>\$0.54915</b>	<b>\$0.53893</b>
Commencing with usage on or after the effective date of this statement and thereafter until changed.			

Issued by: Thomas B. King, 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: May 27, 2010			
Supplier Rates in effect on: June 1, 2010			
Weighted Average Commodity Cost of Gas as defined in General Information Rule 17.3.3:	\$0.505405	\$0.505405	\$0.505405
Weighted Average Demand Cost of Gas as defined in General Information Rule 17.3.4:	\$0.048312	\$0.024156	\$0.037576
Total Weighted Average Cost of Gas:	\$0.553717	\$0.529561	\$0.542981
Factor of Adjustment:	1.016200	1.016200	1.016200
Resulting Monthly Cost Adjustment:	\$0.562680	\$0.538130	\$0.551770
Reconciliation of Gas Cost Recoveries to Gas Costs Incurred Applicable to Period: Twelve Months Ending 8/31/09. Refund Effective: 1/1/10 through 12/31/10	(\$0.03262)	(\$0.03262)	(\$0.03262)
<b>TOTAL EFFECTIVE MONTHLY COST OF GAS:</b>	<b>\$0.53006</b>	<b>\$0.50551</b>	<b>\$0.51915</b>
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