Status: CANCELLED Effective Date: 06/01/2009

PSC NO: 219 GAS NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: 06/01/09 STATEMENT TYPE: MFC STATEMENT NO: 3 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 Residential <u>Per Therm</u>	SC2 Residential & Commercial Per Therm	SC2 Industrial Per Therm
Monthly Cost of Gas for June 1, 2009	\$0.42209	\$0.42209	\$0.41113
Uncollectible Factor	<u>2.30%</u>	<u>0.30%</u>	0.30%
Commodity Related Uncollectible Charge (Monthly Cost of Gas * Uncollectible Factor)	\$0.00971	\$0.00127	\$0.00123
Gas Supply Procurement Charge	\$0.00196	\$0.00196	\$0.00196
Commodity Related Credit and Collections Charge	\$0.00419	\$0.00419	\$0.00419
Return Requirement on Gas Storage Inventory	<u>\$0.01241</u>	<u>\$0.01241</u>	<u>\$0.01241</u>
Total Merchant Function Charge	\$0.02827	\$0.01983	\$0.01979

Issued by: Thomas B. King, President, Syracuse, New York

Received: 05/28/2009

Status: CANCELLED Effective Date: 06/01/2009

PSC NO: 219 GAS NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: 06/01/09 STATEMENT TYPE: MFC STATEMENT NO: 3 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 Per Therm	SC13 Distributed Generation Residential Per Therm
Monthly Cost of Gas for June 1, 2009	\$0.37533	\$0.38994
Uncollectible Factor	0.30%	0.30%
Commodity Related Uncollectible Charge (Monthly Cost of Gas * Uncollectible Factor)	\$0.00113	\$0.00117
Gas Supply Procurement Charge	\$0.00196	\$0.00196
Commodity Related Credit and Collections Charge	\$0.00419	\$0.00419
Return Requirement on Gas Storage Inventory	<u>\$0.01241</u>	<u>\$0.01241</u>
Total Merchant Function Charge	\$0.01969	\$0.01973

Issued by: Thomas B. King, President, Syracuse, New York