

PSC NO: 219 GAS
 NIAGARA MOHAWK POWER CORPORATION
 INITIAL EFFECTIVE DATE: 05/20/09
 STAMPS: Issued in Compliance with Order of PSC in Case 08-G-0609 dated 05/15/09.

STATEMENT TYPE: MFC
 STATEMENT NO: 2
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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
	<u>Residential</u>	<u>Residential &</u>	<u>Industrial</u>
	<u>Per Therm</u>	<u>Commercial</u>	<u>Per Therm</u>
		<u>Per Therm</u>	
Monthly Cost of Gas for May 20, 2009	\$ 0.44298	\$ 0.44298	\$ 0.43201
Uncollectible Factor	<u>2.30%</u>	<u>0.30%</u>	<u>0.30%</u>
Commodity Related Uncollectible Charge (Monthly Cost of Gas * Uncollectible Factor)	\$ 0.01019	\$ 0.00133	\$ 0.00130
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	\$ 0.02875	\$ 0.01989	\$ 0.01986

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

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	SC12 Distributed Generation Non-Residential <u>Per Therm</u>	SC13 Distributed Generation Residential <u>Per Therm</u>
Monthly Cost of Gas for May 20, 2009	\$ 0.39616	\$ 0.41079
Uncollectible Factor	<u>0.30%</u>	<u>0.30%</u>
Commodity Related Uncollectible Charge (Monthly Cost of Gas * Uncollectible Factor)	\$ 0.00119	\$ 0.00123
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	\$ 0.01975	\$ 0.01979

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