

PSC NO: 219 GAS  
 NIAGARA MOHAWK POWER CORPORATION  
 INITIAL EFFECTIVE DATE: 02/01/10

STATEMENT TYPE: MFC  
 STATEMENT NO: 11  
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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 Residential Per Therm	SC2 Residential & Commercial Per Therm	SC2 Industrial Per Therm
Monthly Cost of Gas for February 1, 2010	\$0.66316	\$0.66316	\$0.65331
Uncollectible Factor	<u>2.30%</u>	<u>0.30%</u>	<u>0.30%</u>
Commodity Related Uncollectible Charge (Monthly Cost of Gas * Uncollectible Factor)	\$0.01525	\$0.00199	\$0.00196
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	\$0.01241	\$0.01241	\$0.01241
<b>Total Merchant Function Charge</b>	<b>\$0.03381</b>	<b>\$0.02055</b>	<b>\$0.02052</b>

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

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	<b>SC12</b> <b>Distributed Generation</b> <b>Non-Residential</b> <b><u>Per Therm</u></b>	<b>SC13</b> <b>Distributed Generation</b> <b>Residential</b> <b><u>Per Therm</u></b>
Monthly Cost of Gas for February 1, 2010	\$0.62116	\$0.63429
Uncollectible Factor	<b><u>0.30%</u></b>	<b><u>0.30%</u></b>
Commodity Related Uncollectible Charge (Monthly Cost of Gas * Uncollectible Factor)	\$0.00186	\$0.00190
Gas Supply Procurement Charge	\$0.00196	\$0.00196
Commodity Related Credit and Collections Charge	\$0.00419	\$0.00419
Return Requirement on Gas Storage Inventory	\$0.01241	\$0.01241
<b>Total Merchant Function Charge</b>	<b>\$0.02042</b>	<b>\$0.02046</b>

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