PSC NO: 219 GAS NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: 09/01/14 STAMPS:

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MONTHLY COST OF GAS STATEMENT Applicable to Billing for Service Classification Nos. 1 & 2

| | SC1 <u>Per Therm</u> | SC2 Residential & Commercial <u>Per Therm</u> | SC2 Industrial <u>Per Therm</u> |
|---|-------------------------|--|---------------------------------------|
| As determined on: August 28, 2014 Supplier Rates in effect on: September 1, 2014 | | | |
| Weighted Average Commodity Cost of Gas as defined in General Information Rule 17.3.3: | \$0.250651 | \$0.250651 | \$0.250651 |
| Weighted Average Demand Cost of Gas as defined in General Information Rule 17.3.4: | \$0.063155 | \$0.061905 | \$0.061905 |
| Total Weighted Average Cost of Gas: | \$0.313806 | \$0.312555 | \$0.312555 |
| Factor of Adjustment (LAUF): | 1.018400 | 1.018400 | 1.018400 |
| Resulting Monthly Cost Adjustment: | \$0.319580 | \$0.318310 | \$0.318310 |
| Reconciliation of Gas Cost Recoveries to Gas Costs Incurred. Applicable to period: Twelve Months Ending 8/31/2013, Refund Effective 1/1/2014-12/31/2014 | (\$0.04128) | (\$0.04128) | (\$0.04128) |
| Monthly Imbalance Surcharge or Refund (after LAUF): | <u>\$0.000000</u> | <u>\$0.000000</u> | <u>\$0.000000</u> |
| Effective Monthly Cost of Gas (MCG): Commencing with usage on or after the effective date of this statement and thereafter until changed. | \$0.278300 | \$0.277030 | \$0.277030 |
| System Performance Adjustment (SPA) as set forth in SPA Statement | <u>\$0.00000</u> | <u>\$0.00000</u> | <u>\$0.00000</u> |
| Grand Total (MCG & SPA) | \$0.278300 | \$0.277030 | \$0.277030 |

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

| | SC3 Large Comm. & Industrial <u>Per Therm</u> | SC12 Distributed Generation Non-Residential <u>Per Therm</u> | SC13 Distributed Generation Residential <u>Per Therm</u> |
|---|--|--|--|
| As determined on: August 28, 2014 Supplier Rates in effect on: September 1, 2014 | | | |
| Weighted Average Commodity Cost of Gas as defined in General Information Rule 17.3.3: | \$0.250651 | \$0.250651 | \$0.250651 |
| Weighted Average Demand Cost of Gas as defined in General Information Rule 17.3.4: | \$0.046897 | \$0.016883 | \$0.051900 |
| Total Weighted Average Cost of Gas: | \$0.297548 | \$0.267534 | \$0.302551 |
| Factor of Adjustment (LAUF): | 1.018400 | 1.018400 | 1.018400 |
| Resulting Monthly Cost Adjustment: | \$0.303020 | \$0.272460 | \$0.308120 |
| Reconciliation of Gas Cost Recoveries to Gas Costs Incurred. Applicable to period: Twelve Months Ending 8/31/2013, Refund Effective 1/1/2014-12/31/2014 | (\$0.04128) | (\$0.04128) | (\$0.04128) |
| Monthly Imbalance Surcharge or Refund (after LAUF): | <u>\$0.00000</u> | <u>\$0.00000</u> | <u>\$0.00000</u> |
| Effective Monthly Cost of Gas (MCG): Commencing with usage on or after the effective date of this statement and thereafter until changed. | \$0.261740 | \$0.231180 | \$0.266840 |
| System Performance Adjustment (SPA) as set forth in SPA Statement | <u>\$0.00000</u> | <u>\$0.00000</u> | <u>\$0.00000</u> |
| Grand Total (MCG & SPA) | \$0.261740 | \$0.231180 | \$0.266840 |

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