

PSC NO: 219 GAS
 NIAGARA MOHAWK POWER CORPORATION
 INITIAL EFFECTIVE DATE: 06/01/12
 STAMPS: Issued in compliance with order in Case 11-M-0542 dated December 9, 2011

LEAF: 111.2
 REVISION: 0
 SUPERSEDING REVISION:

GENERAL INFORMATION

26. GAS NET REVENUE SHARING MECHANISM:

26.1 Gas Net Revenue Sharing Time Periods.

26.1.1 September 1, 2008 through May 31, 2009:

By September 1, 2009, the Company will submit for review and approval by the Public Service Commission, its calculation of any net revenue refund or recovery as set forth in Rules 26.2 and 26.3 for the period September 1, 2008 – May 31, 2009. The Delivery Service Net Revenue Targets applicable to September 2008 – May 2009 time period will be the corresponding monthly components of the annual targets of \$419,000 (SC4), \$4,181,000 (SC6), and \$20,000,000 (SC9) established in Section 1.6.2.7 of the Joint Proposal in Case No. 00-M-0075 dated October 11, 2001.

26.1.2 June 1, 2009 and after:

By September 1st of each year thereafter, the Company will submit for review and approval by the Public Service Commission, its calculation of any net revenue refund or recovery as set forth in Rules 26.2 and 26.3 for the previous twelve months ending May time period. The Gas Net Revenue Sharing Rate will be based on Delivery Service Revenue Targets set forth in the Company's Joint Proposal filed February 13, 2009 in Case 08-G-0609 as stated below.

SC No. 4	\$ 603,115
SC No. 6	\$ 4,764,844
SC No. 9	\$11,380,293
Total	\$16,748,252

Issued By: Kenneth D. Daly, President, Syracuse, New York