

PSC NO: 219 GAS
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: 04/01/13

LEAF: 122.6.1
REVISION: 1
SUPERSEDING REVISION:

STAMPS: Issued in compliance with order in Case No. 12-G-0202 dated March 15, 2013

GENERAL INFORMATION

33. MERCHANT FUNCTION CHARGE: (continued)

33.1.5 Return Requirement on Working Capital for Purchased Gas

33.1.5.1 Effective April 1, 2013

33.1.5.1.1 The Return Requirement on Working Capital for Purchased Gas will be charged to SC Nos. 1, 2, 3, 12 and 13 sales customers.

33.1.5.1.2 The Return Requirement on Working Capital for Purchased Gas will be calculated monthly for each service class by multiplying: 1) the lead-lag rate defined in Rule 1.15 by; 2) the Pre-tax WACC defined in Rule 1.14 by; 3) the Monthly Cost of Gas calculated per Rule 17.3 and set forth on the Statement of Monthly Cost of Gas.

33.1.5.1.3 The Return Requirement on Working Capital for Purchased Gas per therm rate will be filed on the Statement of Merchant Function Charge not less than two business days prior to the date on which the statement is proposed to be effective.

33.2. The sum of the rates calculated in accordance with Rules 33.1.1, 33.1.2, 33.1.3, 33.1.4 and 33.1.5 shall be filed on the Statement of Merchant Function Charge not less than two business days prior to the date on which the statement is proposed to be effective.

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