

Pamela B. Dise Manager – Electric Pricing

March 27, 2014

Honorable Kathleen H. Burgess, Secretary State of New York Public Service Commission Office of the Secretary, 19th Floor Three Empire State Plaza Albany, NY 12223

Dear Secretary Brilling:

Enclosed herewith for filing in accordance with the requirements of the Public Service Commission, State of New York is a copy of the following Statement issued by Niagara Mohawk.

Merchant Function Charge ("MFC") Statement No. 7

To P.S.C. 214 Electricity

Effective: April 1, 2014

This Merchant Function Charge ("MFC") Statement No. 7 is being filed per Rule No. 42— Merchant Function Charge of PSC No. 220 Electricity in accordance with the Order issued March 15, 2013 in Case 12-E-0201 which directed the Company to file revisions on not less than three days notice by April 1, 2014. The Order states that any over/under collections related to Electricity Supply Procurement and Electricity Supply Credit and Collections including carrying charges for fiscal year 2014 will be added to the Electricity Supply Procurement Rate and Electricity Supply Credit and Collections rate to be effective April 1, 2014.

Attachment 1 included with this filing displays the derivation of these rates.

Please notify me of any action taken in regards to this filing.

Sincerely,

/s/ Pamela B. Dise Pamela B. Dise Manager—Electric Pricing

PBD Attachments