

PSC NO: 219 GAS
 NIAGARA MOHAWK POWER CORPORATION
 INITIAL EFFECTIVE DATE: 9/01/08

STATEMENT TYPE: MCG
 STATEMENT NO: 63
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MONTHLY COST OF GAS STATEMENT
Applicable to Billing for Service Classification Nos. 1 & 2

	<u>SC1</u> <u>Per Therm</u>	SC2 Residential & <u>Commercial</u> <u>Per Therm</u>	SC2 Industrial <u>Per Therm</u>
As determined on August 28, 2008			
Supplier rates in effect on September 1, 2008			
Weighted Average Commodity Cost of Gas Per Therm as defined in General Information Rule 17.3.3:	\$0.888860	\$0.888860	\$0.888860
Weighted Average Demand Cost of Gas Per Therm as defined in General Information Rule 17.3.4:	\$0.065722	\$0.066380	\$0.066380
Total Weighted Average Cost of Gas Per Therm:	\$0.954582	\$0.955239	\$0.955239
Factor of Adjustment:	1.017600	1.017600	1.017600
Resulting Monthly Cost Adjustment is:	\$0.97138	\$0.97205	\$0.97205
Reconciliation of Gas Cost Recoveries to Gas Costs Incurred Applicable to Period: Twelve Months Ending 8/31/2007 - Refund Effective: 1/1/2008 through 12/31/2008	\$(0.01415)	\$(0.01415)	\$(0.01415)
TOTAL EFFECTIVE MONTHLY COST OF GAS: Commencing with usage on or after the effective date of this statement and thereafter until changed.	\$0.95723	\$0.95790	\$0.95790
Effective Merchant Function Charge:	\$0.02222	\$0.02222	\$0.02222

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

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MONTHLY COST OF GAS STATEMENT
Applicable to Billing for Service Classification No. 3

	SC3 Large Comm. & Industrial Per Therm	SC3 MCG Applicable to Ratchet Usage Per Therm	SC3 MCG Applicable to Metered Usage Per Therm
As determined on August 28, 2008			
Supplier rates in effect on September 1, 2008			
Weighted Average Commodity Cost of Gas Per Therm as defined in General Information Rule 17.3.3:	\$0.888860		
Weighted Average Demand Cost of Gas Per Therm as defined in General Information Rule 17.3.4:	\$0.053892		
Total Weighted Average Cost of Gas Per Therm:	\$0.942752		
Factor of Adjustment:	1.017600		
Resulting Monthly Cost Adjustment is:	\$0.95934		
Reconciliation of Gas Cost Recoveries to Gas Costs Incurred Applicable to Period: Twelve Months Ending 8/31/2007- Refund Effective: 1/1/2008 through 12/31/2008	\$ (0.01415)		
TOTAL EFFECTIVE MONTHLY COST OF GAS: Commencing with usage on or after the effective date of this statement and thereafter until changed.	\$0.94519	\$0.25389	\$0.69130
Effective Merchant Function Charge:	\$0.00000	\$0.00000	\$0.00000

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MONTHLY COST OF GAS STATEMENT
Applicable to Billing for Service Classification Nos. 12 & 13
Distributed Generation

	SC12 Distributed Generation Non-Residential <u>Per Therm</u>	SC13 Distributed Generation Residential <u>Per Therm</u>
As determined on August 28, 2008		
Supplier rates in effect on September 1, 2008		
Weighted Average Commodity Cost of Gas Per Therm as defined in General Information Rule 17.3.3:	\$0.888860	\$0.888860
Weighted Average Demand Cost of Gas Per Therm as defined in General Information Rule 17.3.4:	\$0.019059	\$0.037462
Total Weighted Average Cost of Gas Per Therm:	\$0.907919	\$0.926321
Factor of Adjustment:	1.017600	1.017600
Resulting Monthly Cost Adjustment is:	\$0.92389	\$0.94262
Reconciliation of Gas Cost Recoveries to Gas Costs Incurred Applicable to Period: Twelve Months Ending 8/31/2007 - Refund Effective: 1/1/2008 through 12/31/2008	\$(0.01415)	\$(0.01415)
TOTAL EFFECTIVE MONTHLY COST OF GAS: Commencing with usage on or after the effective date of this statement and thereafter until changed.	\$0.90974	\$0.92847
Effective Merchant Function Charge:	\$0.02222	\$0.02222

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