

PSC NO: 219 GAS  
 NIAGARA MOHAWK POWER CORPORATION  
 INITIAL EFFECTIVE DATE: 05/01/12

STATEMENT TYPE: MFC  
 STATEMENT NO: 39  
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### MERCHANT FUNCTION CHARGE STATEMENT

**Applicable to Customers under Service Classification Nos. 1, 2, 12 and 13**

Effective with usage on or after the effective date of this statement and thereafter until changed

	SC1 Residential Per Therm	SC2 Residential & Commercial Per Therm	SC2 Industrial Per Therm
Monthly Cost of Gas for May 1, 2012	\$0.50827	\$0.50664	\$0.50664
Uncollectible Factor	<u>2.30%</u>	<u>0.30%</u>	<u>0.30%</u>
Commodity Related Uncollectible Charge (Monthly Cost of Gas * Uncollectible Factor)	\$0.01169	\$0.00152	\$0.00152
Gas Supply Procurement Charge	\$0.00263	\$0.00263	\$0.00263
Commodity Related Credit and Collections Charge	\$0.00419	\$0.00419	\$0.00419
Return Requirement on Gas Storage Inventory	\$0.00932	\$0.00932	\$0.00932
<b>Total Merchant Function Charge</b>	<b>\$0.02783</b>	<b>\$0.01766</b>	<b>\$0.01766</b>

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

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	<b>SC12</b> <b>Distributed Generation</b> <b>Non-Residential</b> <b><u>Per Therm</u></b>	<b>SC13</b> <b>Distributed Generation</b> <b>Residential</b> <b><u>Per Therm</u></b>
Monthly Cost of Gas for May 1, 2012	\$0.45589	\$0.47881
Uncollectible Factor	<b><u>0.30%</u></b>	<b><u>0.30%</u></b>
Commodity Related Uncollectible Charge (Monthly Cost of Gas * Uncollectible Factor)	\$0.00137	\$0.00144
Gas Supply Procurement Charge	\$0.00263	\$0.00263
Commodity Related Credit and Collections Charge	\$0.00419	\$0.00419
Return Requirement on Gas Storage Inventory	\$0.00932	\$0.00932
<b>Total Merchant Function Charge</b>	<b>\$0.01751</b>	<b>\$0.01758</b>

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