

PSC NO: 219 GAS  
 NIAGARA MOHAWK POWER CORPORATION  
 INITIAL EFFECTIVE DATE: 03/01/12

STATEMENT TYPE: MFC  
 STATEMENT NO: 36  
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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 March 1, 2012	\$0.59468	\$0.59339	\$0.59339
Uncollectible Factor	<u>2.30%</u>	<u>0.30%</u>	<u>0.30%</u>
Commodity Related Uncollectible Charge (Monthly Cost of Gas * Uncollectible Factor)	\$0.01368	\$0.00178	\$0.00178
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>\$0.02982</b>	<b>\$0.01792</b>	<b>\$0.01792</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 March 1, 2012	\$0.55343	\$0.57148
Uncollectible Factor	<b><u>0.30%</u></b>	<b><u>0.30%</u></b>
Commodity Related Uncollectible Charge (Monthly Cost of Gas * Uncollectible Factor)	\$0.00166	\$0.00171
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>\$0.01780</b>	<b>\$0.01785</b>

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