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

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MONTHLY COST OF GAS STATEMENT Applicable to Billing for Service Classification Nos. 1 & 2

	SC1 <u>Per Therm</u>	SC2 Residential & Commercial <u>Per Therm</u>	SC2 Industrial <u>Per Therm</u>
As determined on: February 28, 2012 Supplier Rates in effect on: March 1, 2012			
Weighted Average Commodity Cost of Gas as defined in General Information Rule 17.3.3:	\$0.537876	\$0.537876	\$0.537876
Weighted Average Demand Cost of Gas as defined in General Information Rule 17.3.4:	\$0.064061	\$0.062792	\$0.062792
Total Weighted Average Cost of Gas:	\$0.601937	\$0.600668	\$0.600668
Factor of Adjustment:	1.016200	1.016200	1.016200
Resulting Monthly Cost Adjustment is:	\$0.611680	\$0.610390	\$0.610390
Reconciliation of Gas Cost Recoveries to Gas Costs Incurred Applicable to Period: Twelve Months Ending 8/31/11 Refund Effective: 1/1/12 through 12/31/12	(\$0.01700)	(\$0.01700)	(\$0.01700)
TOTAL EFFECTIVE MONTHLY COST OF GAS: Commencing with usage on or after the effective date of this statement and thereafter until changed.	\$0.59468	\$0.59339	\$0.59339

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MONTHLY COST OF GAS STATEMENT Applicable to Billing for Service Classification Nos. 3, 12 & 13

	SC3 Large Comm. & Industrial <u>Per Therm</u>	SC12 Distributed Generation Non-Residential <u>Per Therm</u>	SC13 Distributed Generation Residential <u>Per Therm</u>
As determined on: February 28, 2012 Supplier Rates in effect on: March 1, 2012			
Weighted Average Commodity Cost of Gas as defined in General Information Rule 17.3.3:	\$0.537876	\$0.537876	\$0.537876
Weighted Average Demand Cost of Gas as defined in General Information Rule 17.3.4:	\$0.045667	\$0.023468	\$0.041227
Total Weighted Average Cost of Gas:	\$0.583543	\$0.561344	\$0.579103
Factor of Adjustment:	1.016200	1.016200	1.016200
Resulting Monthly Cost Adjustment:	\$0.592990	\$0.570430	\$0.588480
Reconciliation of Gas Cost Recoveries to Gas Costs Incurred Applicable to Period: Twelve Months Ending 8/31/11. Refund Effective: 1/1/12 through 12/31/12	(\$0.01700)	(\$0.01700)	(\$0.01700)
TOTAL EFFECTIVE MONTHLY COST OF GAS: Commencing with usage on or after the effective date of	\$0.57599	\$0.55343	\$0.57148

this statement and thereafter until changed.

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