PSC NO: 219 GAS NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: 05/01/11 STATEMENT TYPE: MFC STATEMENT NO: 26 PAGE 1 OF 2

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 <u>Per Therm</u>	SC2 Residential & Commercial <u>Per Therm</u>	SC2 Industrial <u>Per Therm</u>
Monthly Cost of Gas for May 1, 2011	\$0.65363	\$0.65363	\$0.65363
Uncollectible Factor	<u>2.30%</u>	<u>0.30%</u>	<u>0.30%</u>
Commodity Related Uncollectible Charge (Monthly Cost of Gas * Uncollectible Factor)	\$0.01503	\$0.00196	\$0.00196
Gas Supply Procurement Charge	\$0.00231	\$0.00231	\$0.00231
Commodity Related Credit and Collections Charge	\$0.00419	\$0.00419	\$0.00419
Return Requirement on Gas Storage Inventory	\$0.01034	\$0.01034	\$0.01034
Total Merchant Function Charge	\$0.03187	\$0.01880	\$0.01880

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

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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

	SC12 Distributed Generation Non-Residential <u>Per Therm</u>	SC13 Distributed Generation Residential <u>Per Therm</u>
Monthly Cost of Gas for May 1, 2011	\$0.61575	\$0.62568
Uncollectible Factor	<u>0.30%</u>	<u>0.30%</u>
Commodity Related Uncollectible Charge (Monthly Cost of Gas * Uncollectible Factor)	\$0.00185	\$0.00188
Gas Supply Procurement Charge	\$0.00231	\$0.00231
Commodity Related Credit and Collections Charge	\$0.00419	\$0.00419
Return Requirement on Gas Storage Inventory	\$0.01034	\$0.01034
Total Merchant Function Charge	\$0.01869	\$0.01872

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