

## Niagara Mohawk Power Corporation

## Reconciliation of the Merchant Function Charge (January - March 2013)

**Supply Procurement**

|                                                 |    | <u>Full Service Customers</u> |
|-------------------------------------------------|----|-------------------------------|
| Lines                                           |    |                               |
| 1 2012 Annual Revenue Requirement               | \$ | 2,142,747                     |
| 2 Feb-Dec 2011 (over)/under collection          | \$ | 291,115                       |
| 3 Amount to be collected in 2012                | \$ | 2,433,862                     |
| 4 2012 Supply Procurement revenue               | \$ | 2,220,199                     |
| 5 (Over)/Under collection                       | \$ | 213,663                       |
| 6 Jan-Mar 2013 Revenue Requirement              | \$ | 535,687                       |
| 7 Target Amount to be collected in Jan-Mar 2013 | \$ | 749,349                       |
| 8 Actual Amount collected Jan-Mar 2013          | \$ | 647,614                       |
| 9 (Over)/Under collection                       | \$ | 101,735                       |
| 10 Fiscal Year 2014 Annual Revenue Requirement  | \$ | 1,307,867                     |
| 11 Amount to be collected in FY 2014            | \$ | 1,409,602                     |
| 12 FY 2014 Forecasted Sales (kWh)               |    | 13,187,664,894                |
| 13 FY 2014 MFC Rate (effective April 1, 2013)   | \$ | 0.00011                       |
| 14 Current Rate (effective Jan 1, 2013)         | \$ | 0.00018                       |
| 15 Rate (Decrease)/Increase                     | \$ | (0.00007)                     |

1 2012 Annual Revenue Requirement per current PSC No. 220 Rule 42.3.1.3

2 (Over)/Under collection for the period Feb-Dec 2011

3 Line 1 + Line 2

4 Actual 2012 supply procurement revenue collected from customers

5 Line 3 - Line 4

6 3/12 of the Annual Revenue Requirement per current PSC No. 220 Rule 42.3.1.3

7 Line 5 + Line 6

8 Actual supply procurement revenue collected from customers

9 Line 7 - Line 8

10 Annual Revenue Requirement per Case 12-E-0201

11 Line 9 + Line 10

12 Forecasted kWh sales excluding load served by NYPA

13 Line 11 / Line 12

14 Supply Procurement Rate effective 1/1/2013 per MFC Statement No. 5

15 Line 13 - Line 14

Niagara Mohawk Power Corporation  
Reconciliation of the Merchant Function Charge (January-March 2013)**Credit & Collections**

| Lines                                                                                                                             | Full Service and ESCo POR customers |               |                       |                |
|-----------------------------------------------------------------------------------------------------------------------------------|-------------------------------------|---------------|-----------------------|----------------|
|                                                                                                                                   | <u>Non-Demand</u>                   | <u>Demand</u> | <u>Streetlighting</u> | <u>Total</u>   |
| 1 2012 Annual Revenue Requirement                                                                                                 | \$ 8,651,025                        | \$ 475,521    | \$ 1,318              | \$ 9,127,864   |
| 2 Feb-Dec 2011 (over)/under collection                                                                                            | \$ 801,523                          | \$ (3,091)    | \$ 224                | \$ 798,656     |
| 3 Amount to be collected in 2012                                                                                                  | \$ 9,452,549                        | \$ 472,430    | \$ 1,541              | \$ 9,926,520   |
| 4 2012 Credit & Collections revenue                                                                                               | \$ 9,028,218                        | \$ 472,382    | \$ 1,023              | \$ 9,501,624   |
| 5 (Over)/Under collection                                                                                                         | \$ 424,330                          | \$ 48         | \$ 518                | \$ 424,896     |
| 6 Jan-Mar 2013 Revenue Requirement                                                                                                | \$ 2,162,756                        | \$ 118,880    | \$ 329                | \$ 2,281,966   |
| 7 Target Amount to be collected in Jan-Mar 2013                                                                                   | \$ 2,587,086                        | \$ 118,928    | \$ 848                | \$ 2,706,862   |
| 8 Actual Amount collected Jan-Mar 2013                                                                                            | \$ 2,580,910                        | \$ 118,044    | \$ 297                | \$ 2,699,251   |
| 9 (Over)/Under collection                                                                                                         | \$ 6,176                            | \$ 885        | \$ 550                | \$ 7,611       |
| 10 Fiscal Year 2014 Annual Revenue Requirement                                                                                    | \$ 7,508,682                        | \$ 330,883    | \$ 1,863              | \$ 7,841,428   |
| 11 Amount to be collected in FY 2014                                                                                              | \$ 7,514,858                        | \$ 331,768    | \$ 2,413              | \$ 7,849,039   |
| 8 FY 2014 Forecasted Sales (kWh)                                                                                                  | 11,926,604,036                      | 5,490,443,901 | 132,027,935           | 17,549,075,873 |
| 9 FY 2014 MFC Rate (effective April 1, 2013)                                                                                      | \$ 0.00063                          | \$ 0.00006    | \$ 0.00002            |                |
| 10 Current Rate (effective Jan 1, 2013)                                                                                           | \$ 0.00076                          | \$ 0.00008    | \$ 0.00001            |                |
| 11 Rate (Decrease)/Increase                                                                                                       | \$ (0.00013)                        | \$ (0.00002)  | \$ 0.00001            |                |
| 1 2012 Annual Revenue Requirement per current PSC No. 220 Rule 42.3.2.2 + ESCo POR revenue requirement in Case 10-E-0050          |                                     |               |                       |                |
| 2 (Over)/Under collection for the period Feb-Dec 2011                                                                             |                                     |               |                       |                |
| 3 Line 1 + Line 2                                                                                                                 |                                     |               |                       |                |
| 4 Actual 2012 credit & collections revenue collected from customers                                                               |                                     |               |                       |                |
| 5 Line 3 - Line 4                                                                                                                 |                                     |               |                       |                |
| 6 3/12 of the Annual Revenue Requirement per current PSC No. 220 Rule 42.3.2.2 and ESCo POR revenue requirement in Case 10-E-0050 |                                     |               |                       |                |
| 7 Line 5 + Line 6                                                                                                                 |                                     |               |                       |                |
| 8 Actual credit & collections revenue collected from full service and ESCo POR customers                                          |                                     |               |                       |                |
| 9 Line 7 - Line 8                                                                                                                 |                                     |               |                       |                |
| 10 Annual Revenue Requirement per Case 12-E-0201                                                                                  |                                     |               |                       |                |
| 11 Line 9 + Line 10                                                                                                               |                                     |               |                       |                |
| 12 Forecasted kWh sales excluding load served by NYPA                                                                             |                                     |               |                       |                |
| 13 Line 11 / Line 12                                                                                                              |                                     |               |                       |                |
| 14 Supply Procurement Rate effective 1/1/2013 per MFC Statement No. 5                                                             |                                     |               |                       |                |
| 15 Line 13 - Line 14                                                                                                              |                                     |               |                       |                |