

PSC NO: 219 GAS  
NIAGARA MOHAWK POWER CORPORATION  
INITIAL EFFECTIVE DATE: 06/01/12  
STAMPS:

LEAF: 122.6  
REVISION: 5  
SUPERSEDING REVISION: 4

### GENERAL INFORMATION

#### 33. MERCHANT FUNCTION CHARGE: (continued)

- 33.1.4.2 Effective April 1, 2013 the Return Requirement on Gas Storage Inventory per therm rate will be charged to SC1, 2, 3, 12 and 13 sales customers.
- 33.1.4.2.1 The Return Requirement on Gas Storage Inventory will be calculated by multiplying the Return Requirement of 10.95% by a thirteen point weighted average cost of storage inventory projected for the 12-month period starting March 16, 2013 to March 15, 2014 and for each subsequent 12-month period ending March 15<sup>th</sup> thereafter.
- 33.1.4.2.2 The per therm rate will be calculated by dividing the Return Requirement on Gas Storage Inventory by the projected sales of the SC 1, 2, 3, 12 and 13 sales customers. .
- 33.1.4.2.3 The Return Requirement on Gas Storage Inventory recoveries will be reconciled to the Actual Return Requirement on Gas in Storage for the period April 1, 2013 to March 31, 2014 and for each subsequent 12-month period ending March 31<sup>st</sup>.thereafter.
- 33.1.4.3 The Return Requirement on Gas Storage Inventory per therm rate will be filed on the Statement of Merchant Function Charge not less than two business days prior to the date on which the statement is proposed to be effective.

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