PSC NO: 219 GAS LEAF: 122.5 NIAGARA MOHAWK POWER CORPORATION REVISION: 10 INITIAL EFFECTIVE DATE:04/01/19 SUPERSEDING REVISION: 9 STAMPS: Issued in compliance with order in Case No. 17-G-0239 dated March 15, 2018.

GENERAL INFORMATION

33. MERCHANT FUNCTION CHARGE: (continued)

33.1.2 Commodity Related Credit and Collection Expenses (continued)

33.1.2.1.1.5 The resulting over or under collection (adjusted for simple interest at the Commission's other customer capital rate) will be divided by the projected annual sales of SC No. 1 sales customers and applicable SC No. 1MB transportation customers to determine the per therm credit or surcharge to be refunded or recovered over the 12-month period beginning January 1st through December 31st after the reconciliation period. The per therm credit or surcharge will be added to the Residential Commodity Related Credit and Collection Expenses per therm rate in effect at that time.

- 33.1.2.1.2 Non Residential Commodity Related Credit and Collection Expenses
 - 33.1.2.1.2.1 Effective September 1, 2018 to August 31, 2019, the target is set at \$45,130. Effective September 1, 2019 to August 31, 2020, the target is set at \$45,143.
 - 33.1.2.1.2.2 Applicable to SC Nos. 2, 3, 12 and 13 sales customers and Marketers participating in the Company's Purchase of Receivables program that serve the SC Nos. 2MB, 5, 7, 8, 12DB, 12MB and 13MB transportation customers.
 - 33.1.2.1.2.3 The Non Residential Commodity Related Credit and Collection Expenses per therm rate is determined for the 12-month period beginning September 1,2018 by dividing the \$45,130 target by the projected annual sales of the SC Nos. 2, 3, 12 and 13 sales customers and applicable SC Nos. 2MB, 5, 7, 8, 12DB, 12MB and 13MB, transportation customers. The per therm rate for September 1, 2019 is determined for the 12-month period beginning September 1,2019 by dividing the \$45,143 target by the projected annual sales of the SC Nos. 2, 3, 12 and 13 sales customers and applicable SC Nos. 2, 3, 12 and 13 sales customers and period beginning September 1,2019 by dividing the \$45,143 target by the projected annual sales of the SC Nos. 2, 3, 12 and 13 sales customers and applicable SC Nos. 2MB, 5, 7, 8, 12DB, 12MB and 13MB, transportation customers.

Issued By: John Bruckner, President, Syracuse, New York