

PSC NO: 219 GAS
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: 07/01/14
STAMPS: Issued in compliance with order in Case No. 09-M-0311 dated June 18, 2014

LEAF: 122.7
REVISION: 8
SUPERSEDING REVISION: 7

GENERAL INFORMATION

34. DEFERRAL CREDITS

34.1 Pursuant to the order of the Public Service Commission ("Commission") dated March, 15, 2013 in Case No. 12-G-0202, commencing April 1, 2013, the Commission approved a temporary deferral balance refund for the over-recovery of deferral accounts as detailed in this order. For the period April 1, 2013 through March 31, 2014, deferral credits will be established to return to SC Nos. 1, 2, 3, 5, 7, 8, 12, 13 and NYSEG customers (excluding SC Nos. 9 and 10 and any customers' load that receives economic discounts under Rules 23 and 25) \$21.99 million in deferral over-recoveries. For the period April 1, 2014 through March 31, 2015, deferral credits will be established to return to SC Nos. 1, 2, 3, 5, 7, 8, 12, 13 and NYSEG customers (excluding SC Nos. 9 and 10 and any customers' load that receives economic discounts under Rules 23 and 25) \$10.788 million in deferral over-recoveries.

34.1.1 The Deferral Credits shall be set forth on the Statement of Deferral Credits. The Statement of Deferral Credits effective April 1, 2013 will be filed in compliance with the Commission's Order in Case No. 12-G-0202.

35. INCREMENTAL STATE ASSESSMENT SURCHARGE/CREDIT:

35.1 The rates and charges under Service Classifications Nos. 1, 2, 3, 5, 6, 7, 8, 10, 12, 13 and non electric generators taking service under Service Classification No. 9 ("Applicable Service Classes") shall be adjusted to reflect a surcharge or credit related to the recovery of the Temporary State Energy And Utility Service Conservation Assessment imposed pursuant to Chapter 59 of the Laws of 2009, Public Service Law §18-a(6). The surcharge or credit shall be set forth on the Statement of Incremental State Assessment Surcharge/Credit.

35.1.1 Beginning May 20, 2009 through June 30, 2009

The Incremental State Assessment shall be effective beginning May 20, 2009 and shall initially be set to recover \$25,100,000 as stated in the "Order Adopting The Terms of a Joint Proposal and Implementing a State Assessment Surcharge, Issued and Effective May 15, 2009."

35.1.2 Beginning July 1, 2009 through June 30, 2014

Each July 1st, the Incremental State Assessment Surcharge/Credit shall be designed to recover the Incremental State Assessment and other allowable associated costs as authorized by the Public Service Commission in Case 09-M-0311, "Order Implementing Temporary State Assessment" issued June 19, 2009. Recoveries resulting from the Incremental State Assessment Surcharge/Credit shall be reconciled as determined in this Order

35.1.3 Beginning July 1, 2014

Each July 1st, the Incremental State Assessment Surcharge/Credit shall be designed to recover the Incremental State Assessment and other allowable associated costs and credits as authorized by the Public Service Commission in Case 09-M-0311, "Order Implementing Revised Temporary State Assessment" issued June 18, 2014. Recoveries resulting from the Incremental State Assessment Surcharge/Credit shall be reconciled as determined in this Order.

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