



Pamela B. Dise
Manager – Electric Pricing

December 21, 2011

Honorable Jaclyn A. Brillling, Secretary
State of New York
Public Service Commission
Office of the Secretary, 19th Floor
Three Empire State Plaza
Albany, NY 12223

Dear Secretary Brillling:

Enclosed herewith for filing in accordance with the requirements of the Public Service Commission, State of New York is a copy of the following Statement issued by Niagara Mohawk.

Merchant Function Charge (“MFC”) Statement No. 3

To P.S.C. 214 Electricity

Effective: January 1, 2012

This Merchant Function Charge (“MFC”) Statement No. 3 is being filed per Rule No. 42—Merchant Function Charge of PSC No. 220 Electricity. Specifically, Rule No. 42.3.1.3.1 and Rule No. 42.3.2.3.1 states that any over/under collections related to Electricity Supply Procurement and Electricity Supply Credit and Collections will be added to the Electricity Supply Procurement Rate and Electricity Supply Credit and Collections rate to be effective January 1 of each year.

Attachment 1 included with this filing display the derivation of these rates.

Please notify me of any action taken in regards to this filing.

Sincerely,

Pamela B. Dise
Manager—Electric Pricing

PBD
Attachments

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