

PSC NO. 220 ELECTRICITY
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: APRIL 5, 2014

STATEMENT TYPE: MFC
STATEMENT NO. 8

STAMPS: Issued in Compliance with Order of the PSC in Case No. 12-E-0201 Issued March 15, 2013

MERCHANT FUNCTION CHARGE ("MFC") STATEMENT
APPLICABLE TO BILLINGS UNDER P.S.C. NO. 220 ELECTRICITY

| | <u>Non-Demand</u> (SC1, SC1C, SC2ND) | <u>Demand</u> (SC2D, SC3, SC3A) |
|-------------------------------------------------|-----------------------------------------|------------------------------------|
| Electricity Supply Uncollectible Expense Factor | 2.34% | 0.29% |
| Working Capital on Purchased Power Costs Factor | 0.356% | 0.356% |
| Electricity Supply Procurement Charge | \$0.00009 | \$0.00009 |
| Electricity Supply Credit and Collection Charge | \$0.00058 | \$0.00005 |

Note: The Electricity Supply Uncollectible Expense Factor and Working Capital for Purchased Power Factor will be multiplied by the Electricity Supply Charge on Customer's bills.

Service Classifications subject to the Merchant Function Charge Rate of Adjustment are defined in Rule No. 42 of P.S.C. No. 220 Electricity, General Information Section.

Rate of Adjustment shown is exclusive of Gross Receipt Taxes.