PSC NO. 87 Gas NEW YORK STATE ELECTRIC & GAS CORPORATION Initial Effective Date: June 1, 2021 Issued in compliance with Order in Case No. 19-G-0379 dated November 19, 2020

101der in Gase No. 13-0-0373 dated November 13, 2020

New York State Electric & Gas Corporation

Statement of Merchant Function Charge Effective: June 1, 2021, and for each month thereafter, until changed

Applicable to Service Classifications No. 1, 2, 5, 10, and 11 of PSC No. 87 Gas

NYSEG Gas Merchant Function Charge

| | - | Residential Customer S Per Therm | Non Residential Customer \$ Per Therm | |
|--|----|--|---|------------|
| Monthly Gas Supply Charge | \$ | 0.489373 | \$ | 0.489212 |
| Uncollectible Factor | | 0.47700% | | 0.17340% |
| Uncollectible Charge (Monthly Gas Supply Charge 1 * Uncollectible Factor) | \$ | 0.002334 | \$ | 0.000848 |
| 2 Gas Storage Inventory Carrying Charge | \$ | 0.000766 | \$ | 0.000766 |
| 3 Working Capital - Commodity Hedges | \$ | (0.000035) | \$ | (0.000035) |
| 4 Credit & Collections and Call Center | \$ | 0.005979 | \$ | 0.005979 |
| 5 Administrative Charge | \$ | 0.006300 | \$ | 0.006300 |
| 6 Prior Period Reconciliation | \$ | (0.000750) | \$ | (0.000750) |
| Total MFC Rate, per therm | \$ | 0.014594 | \$ | 0.013108 |

Customers in Service Class No. 1 will be billed the "Residential Customer" MFC rate. Customers in Service Class No. 2, 5, 9, 10 and 11 will be billed the "Non-Residential Customer" MFC rate.

Dated: May 27, 2021

Issued By: Joseph J. Syta, Vice-President, Controller and Treasurer

Cancelled by Doc. Num. 131 effective 07/01/2021

Statement Type: MFC Statement No. 130