

PSC NO. 87 Gas**NEW YORK STATE ELECTRIC & GAS CORPORATION**

Initial Effective Date: March 1, 2016

Issued in compliance with Order in Case No. 09-G-0716 dated September 21, 2010

Effective Date: 03/01/2016
Statement Type: MFC
Statement No. 66New York State Electric & Gas Corporation
All AreasStatement of Merchant Function Charge
Effective: March 1, 2016, and for each month thereafter, until changed

Applicable to Service Classifications No. 1, 2, 5, 9, 10, and 11 of PSC No. 87 Gas

NYSEG Gas Merchant Function Charge

	Residential Customer \$ Per Therm	Non Residential Customer \$ Per Therm
Monthly Gas Supply Charge	\$ 0.288260	\$ 0.284968
Uncollectible Factor	2.21000%	0.27790%
Uncollectible Charge (Monthly Gas Supply Charge 1 * Uncollectible Factor)	\$ 0.006371	\$ 0.000792
2 Gas Storage Inventory Carrying Charge	\$ 0.002878	\$ 0.002878
3 Working Capital - Commodity Hedges	\$ 0.000670	\$ 0.000670
4 Credit & Collections and Call Center	\$ 0.004708	\$ 0.004708
5 Administrative Charge	\$ 0.001941	\$ 0.001941
6 Prior Period Reconciliation	\$ 0.000835	\$ 0.000835
Total MFC Rate, per therm	\$ 0.017403	\$ 0.011824

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: February 26, 2016

Issued By: James A. Lahtinen, Vice President-Rates & Regulatory Economics, Binghamton, New York