PSC NO. 87 Gas NEW YORK STATE ELECTRIC & GAS CORPORATION Initial Effective Date: March 1, 2015 Issued in compliance with Order in Case No. 09-G-0716 dated September 21, 2010 Statement Type: MFC Statement No. 54

New York State Electric & Gas Corporation All Areas Statement of Merchant Function Charge Effective: March 1, 2015, and for each month thereafter, until changed

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

NYSEG Gas Merchant Function Charge

	Residential Customer \$ Per Therm		Non Residential Customer \$ Per Therm	
Monthly Gas Supply Charge	\$	0.460185	\$	0.456054
Uncollectible Factor		1.69720%		0.18650%
Uncollectible Charge (Monthly Gas Supply Charge 1 * Uncollectible Factor)	\$	0.007810	\$	0.000851
2 Gas Storage Inventory Carrying Charge	\$	0.003240	\$	0.003240
3 Working Capital - Commodity Hedges	\$	0.000153	\$	0.000153
4 Credit & Collections and Call Center	\$	0.004426	\$	0.004426
5 Administrative Charge	\$	0.001948	\$	0.001948
6 Prior Period Reconciliation	\$	(0.000888)	\$	(0.000888)
Total MFC Rate, per therm	\$	0.016689	\$	0.009730

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

Dated: February 26, 2015

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