PSC NO. 87 Gas NEW YORK STATE ELECTRIC & GAS CORPORATION Initial Effective Date: December 1, 2016 Issued in compliance with Order in Case No. 15-G-0284 dated June 15, 2016 Statement Type: MFC Statement No. 75

New York State Electric & Gas Corporation

Statement of Merchant Function Charge Effective: December 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	\$	0.350812	\$	0.347455
Uncollectible Factor		2.92520%		0.41630%
Uncollectible Charge ( Monthly Gas Supply Charge 1 * Uncollectible Factor)	\$	0.010262	\$	0.001446
2 Gas Storage Inventory Carrying Charge	\$	0.002092	\$	0.002092
3 Working Capital - Commodity Hedges	\$	0.000424	\$	0.000424
4 Credit & Collections and Call Center	\$	0.005350	\$	0.005350
5 Administrative Charge	\$	0.010444	\$	0.010444
6 Prior Period Reconciliation	\$	(0.001597)	\$	(0.001597)
Total MFC Rate, per therm	\$	0.026975	\$	0.018159

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: November 28, 2016

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