Effective Date: 09/01/2015 Statement Type: MFC Statement No. 60

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

New York State Electric & Gas Corporation All Areas Statement of Merchant Function Charge

Effective: September 1, 2015, 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 5 Per Therm	Non Residential Customer \$ Per Therm	
Monthly Gas Supply Charge	\$	0.296338	\$	0.292228
Uncollectible Factor		2.21000%		0.27790%
Uncollectible Charge (Monthly Gas Supply Charge 1 * Uncollectible Factor)	\$	0.006549	\$	0.000812
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	\$	(0.000888)	\$	(0.000888)
Total MFC Rate, per therm	\$	0.015858	\$	0.010121

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: August 28, 2015

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