

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

Statement Type: MFC  
 Statement No. 52

New York State Electric & Gas Corporation  
 All Areas  
 Statement of Merchant Function Charge  
 Effective: January 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**

|   | <b>Residential<br/>Customer<br/>\$ Per Therm</b> | <b>Non Residential<br/>Customer<br/>\$ Per Therm</b> |
|---|--|--|
| Monthly Gas Supply Charge   | \$ 0.455033                                      | \$ 0.451049  |
| Uncollectible Factor  | 1.69720%   | 0.18650%   |
| Uncollectible Charge ( Monthly Gas Supply Charge<br>1 * Uncollectible Factor) | \$ 0.007723                                      | \$ 0.000841  |
| 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)  |
| <b>Total MFC Rate, per therm</b>  | <b>\$ 0.016602</b>                               | <b>\$ 0.009720</b>                                   |

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: December 29, 2014

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