

PSC No: 120 - Electricity  
New York State Electric & Gas Corporation  
Initial Effective Date: October 17, 2009

Leaf No. 117.11  
Revision: 5  
Superseding Revision: 3

#### GENERAL INFORMATION

### **25. Supply Service Options: (cont'd.)**

#### **I. Supply Service Options (cont'd.)**

##### **D. Merchant Function Charge (MFC):**

The MFC includes the following: 1) electric commodity related uncollectibles; 2) an allocated portion of general and common plant; 3) Administrative and General Expenses related to commodity; 4) customer care costs related to commodity; 5) supply procurement expenses; and 5) cash working capital on purchased power.

The MFC will be applicable to only those customers taking supply service from the Company (*i.e.*, NSS and Hourly Pricing) and is set forth in a statement at the end of this Schedule (PSC No. 120 – Electricity).

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