Initial Effective Date: August 1, 2025

Issued in compliance with Order in Case No. 22-G-0318 dated October 12, 2023

New York State Electric & Gas Corporation

Statement of Merchant Function Charge Effective: August 1, 2025, and for each month thereafter, until changed

Applicable to Service Classifications No. 1, 2, 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 | \$ | 0.482924 | \$ | 0.479373 |
| Uncollectible Factor | | 2.70350% | | 1.05770% |
| Uncollectible Charge (Monthly Gas Supply Charge 1 * Uncollectible Factor) | \$ | 0.013056 | \$ | 0.005070 |
| 2 Gas Storage Inventory Carrying Charge | \$ | 0.001423 | \$ | 0.001423 |
| 3 Working Capital - Commodity Hedges | \$ | 0.000347 | \$ | 0.000347 |
| 4 Credit & Collections and Call Center | \$ | 0.004721 | \$ | 0.004721 |
| 5 Administrative Charge | \$ | 0.004344 | \$ | 0.004344 |
| 6 Prior Period Reconciliation | \$ | (0.001174) | \$ | (0.001174) |
| Total MFC Rate, per therm | \$ | 0.022717 | \$ | 0.014731 |

Customers in Service Class No. 1 will be billed the "Residential Customer" MFC rate. Customers in Service Class No. 2, 10 and 11 will be billed the "Non-Residential Customer" MFC rate.

Dated: July 29, 2025

Issued By: Patricia Nilsen, Chief Executive Officer