

MERCHANT FUNCTION CHARGE STATEMENT
Applicable to Service Classification No. 1, 6 and 8 of PSC No. 16 - Gas
(Issued under Authority of 16 NYCRR 720-6.5)

| | Residential Customers \$ Per Therm | Non Residential Customers \$ Per Therm |
|---|---|---|
| Monthly Gas Supply Charge | \$ 0.295482 | \$ 0.295482 |
| Uncollectible Factor | 2.3548% | 1.0889% |
| Uncollectible Charge (Monthly Gas Supply Charge * 1 Uncollectible Factor) | 0.006958 | 0.003218 |
| 2 Gas Storage Inventory Carrying Charge | 0.001572 | 0.001572 |
| 3 Working Capital - Commodity Hedges | 0.002791 | 0.002791 |
| 4 Credit & Collections and Call Center | 0.004873 | 0.004873 |
| 5 Administrative Charge | 0.004206 | 0.004206 |
| 6 Prior Period Reconciliation | 0.000193 | 0.000193 |
| Total MFC Rate | \$ 0.020593 | \$ 0.016853 |