

PSC NO. 87 Gas**NEW YORK STATE ELECTRIC & GAS CORPORATION**

Initial Effective Date: October 1, 2018

Issued in compliance with Order in Case No. 15-G-0284 dated June 15, 2016

Effective Date: 10/01/2018
Statement Type: IGSC
Statement No. 134

New York State Electric & Gas Corporation

Statement of Incremental Gas Supply Charge

Effective: October 1, 2018, and for each month thereafter, until changed

Applicable to Service Classifications No. 2 and No. 9 of PSC No. 87 Gas

The average cost of gas per therm calculated on September 27, 2018, by applying rates and charges of the Company's natural gas suppliers in effect on October 1, 2018, to quantities forecasted for the 12 months ended December 31, 2018
(per Therm)

<u>Description</u>	<u>SC No. 2</u>	<u>SC No. 9</u>
Firm Average Demand COG	\$0.130789	\$0.130789
Load Factor Adjustment (LFA)	0.9964	0.8093
Adjusted Firm Average Demand COG	\$0.130318	\$0.105848
Firm Average Commodity COG	\$0.273103	\$0.273103
Firm Average COG w/ LFA	\$0.403421	\$0.378951
Incremental Gas Supply COG	\$0.443763	\$0.416846
Factor of Adjustment (FA)	1.00030	1.00030
Total Average Incremental COG	\$0.443896	\$0.416971
Supplier Refund Adjustment	\$0.000000	\$0.000000
Interim Reconciliation Adjustment	\$0.000000	\$0.000000
Annual Reconciliation Adjustment	(\$0.006301)	(\$0.006301)
System Performance Adjustment	\$0.000093	\$0.000093
Heater Fuel Charge	\$0.000384	\$0.000384
Incremental GSC without MFC, Per Therm	\$0.438071	\$0.411146

<u>Description</u>	<u>SC No. 2</u>	<u>SC No. 9</u>
Merchant Function Charge	\$0.017376	\$0.017376

Dated: September 27, 2018

Issued By: Joseph J. Syta, Vice-President, Controller and Treasurer