Received: 01/29/2019 Status: CANCELLED Effective Date: 02/01/2019

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

Initial Effective Date: February 1, 2019

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

New York State Electric & Gas Corporation

Statement Type: IGSC

Statement No. 139

Statement of Incremental Gas Supply Charge Effective: February 1, 2019, 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 January 29, 2019, by applying rates and charges of the Company's natural gas suppliers in effect on February 1, 2019, to quantities forecasted for the 12 months ended December 31, 2019

(per Therm)

Description	SC No. 2	SC No. 9
Firm Average Demand COG	\$0.110050	\$0.110050
Load Factor Adjustment (LFA)	0.9861	0.8621
Adjusted Firm Average Demand COG	\$0.108520	\$0.094874
Firm Average Commodity COG	\$0.288013	\$0.288013
Firm Average COG w/ LFA	\$0.396533	\$0.382887
Incremental Gas Supply COG	\$0.495666	\$0.478609
Factor of Adjustment (FA)	1.00030	1.00030
Total Average Incremental COG	\$0.495815	\$0.478752
Supplier Refund Adjustment	\$0.000000	\$0.000000
Interim Reconciliation Adjustment	\$0.00000	\$0.000000
Annual Reconciliation Adjustment	(\$0.012497)	(\$0.012497)
System Performance Adjustment	(\$0.000073)	(\$0.000073)
Heater Fuel Charge	\$0.000416	\$0.000416
Incremental GSC without MFC, Per Therm	\$0.483661	\$0.466598
Description	SC No. 2	SC No. 0
	SC No. 2	SC No. 9
Merchant Function Charge	\$0.017345	\$0.017345

Dated: January 29, 2019

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