Received: 04/27/2018 Status: CANCELLED

PSC NO. 87 Gas NEW YORK STATE ELECTRIC & GAS CORPORATION Statement Type: IGSC Statement No. 129

Initial Effective Date: May 1, 2018 Issued in compliance with Order in Case No. 15-G-0284 dated June 15, 2016

New York State Electric & Gas Corporation

Statement of Incremental Gas Supply Charge Effective: May 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 April 27, 2018, by applying rates and charges of the Company's natural gas suppliers in effect on May 1, 2018, to quantities forecasted for the 12 months ended December 31, 2018

(per Therm)

<u>Description</u>	SC No. 2	SC No. 9
Firm Average Demand COG	\$0.132414	\$0.132414
Load Factor Adjustment (LFA)	0.9964	0.8093
Adjusted Firm Average Demand COG	\$0.131937	\$0.107163
Firm Average Commodity COG	\$0.254523	\$0.254523
Firm Average COG w/ LFA	\$0.386460	\$0.361686
Incremental Gas Supply COG	\$0.425106	\$0.397855
Factor of Adjustment (FA)	1.00030	1.00030
Total Average Incremental COG	\$0.425234	\$0.397974
Supplier Refund Adjustment	\$0.000000	\$0.000000
Interim Reconciliation Adjustment	(\$0.047610)	(\$0.047610)
Annual Reconciliation Adjustment	(\$0.006301)	(\$0.006301)
System Performance Adjustment	\$0.000093	\$0.000093
Heater Fuel Charge	\$0.000336	\$0.000336
Incremental GSC without MFC, Per Therm	\$0.371751	\$0.344492
<u>Description</u>	SC No. 2	SC No. 9
Merchant Function Charge	\$0.017144	\$0.017144

Dated: April 27, 2018

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