

PSC NO. 87 Gas
NEW YORK STATE ELECTRIC & GAS CORPORATION
 Initial Effective Date: August 1, 2018
 Issued in compliance with Order in Case No. 15-G-0284 dated June 15, 2016

Effective Date: 08/01/2018
 Statement Type: IGSC
 Statement No. 132

New York State Electric & Gas Corporation

Statement of Incremental Gas Supply Charge

Effective: August 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 July 27, 2018, by applying rates and charges of the Company's natural gas suppliers in effect on August 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 | \$0.129719 | \$0.129719 |
| Load Factor Adjustment (LFA) | 0.9964 | 0.8093 |
| Adjusted Firm Average Demand COG | \$0.129252 | \$0.104982 |
| Firm Average Commodity COG | \$0.259740 | \$0.259740 |
| Firm Average COG w/ LFA | \$0.388992 | \$0.364722 |
| Incremental Gas Supply COG | \$0.427891 | \$0.401194 |
| Factor of Adjustment (FA) | 1.00030 | 1.00030 |
| | <hr/> | <hr/> |
| Total Average Incremental COG | \$0.428020 | \$0.401315 |
| 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 | \$0.000366 | \$0.000366 |
| | <hr/> | <hr/> |
| Incremental GSC without MFC, Per Therm | <u>\$0.374567</u> | <u>\$0.347862</u> |
| | <hr/> | <hr/> |
| <u>Description</u> | <u>SC No. 2</u> | <u>SC No. 9</u> |
| Merchant Function Charge | \$0.017232 | \$0.017232 |

Dated: July 27, 2018

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