

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

Initial Effective Date: August 1, 2017

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

Effective Date: 08/01/2017
Statement Type: GSC
Statement No. 181

New York State Electric & Gas Corporation

Statement of Gas Supply Charge

Effective: August 1, 2017, and for each month thereafter, until changed

Applicable to Service Classifications No. 1, 2, 5 and 9 of PSC No. 87 Gas

The average cost of gas per therm calculated on July 27, 2017, by applying rates and charges of the Company's natural gas suppliers in effect on August 1, 2017, to quantities forecasted for the 12 months ended December 31, 2017
(per Therm)

| <u>Description</u> | <u>SC No. 1</u> | <u>SC No. 2</u> | <u>SC No. 5</u> | <u>SC No. 9</u> |
|---|-----------------|-----------------|-----------------|-----------------|
| Firm Average Demand COG | \$0.137329 | \$0.137329 | \$0.137329 | \$0.137329 |
| Load Factor Adjustment (LFA) | 1.0020 | 0.9939 | 0.4660 | 0.8284 |
| Adjusted Firm Average Demand COG | \$0.137604 | \$0.136491 | \$0.063995 | \$0.113763 |
| Firm Average Commodity COG | \$0.228083 | \$0.228083 | \$0.228083 | \$0.228083 |
| Firm Average COG w/ LFA | \$0.365687 | \$0.364574 | \$0.292078 | \$0.341846 |
| Factor of Adjustment (FA) | 1.00030 | 1.00030 | 1.00030 | 1.00030 |
| Total Average COG | \$0.365797 | \$0.364683 | \$0.292166 | \$0.341949 |
| Supplier Refund Adjustment | \$0.000000 | \$0.000000 | \$0.000000 | \$0.000000 |
| Interim Reconciliation Adjustment | (\$0.038071) | (\$0.038071) | (\$0.038071) | (\$0.038071) |
| Annual Reconciliation Adjustment | (\$0.013426) | (\$0.013426) | (\$0.013426) | (\$0.013426) |
| Heater Fuel Charge | \$0.000284 | \$0.000284 | \$0.000284 | \$0.000284 |
| GSC without Merchant Function Charge, per Therm | \$0.314584 | \$0.313470 | \$0.240953 | \$0.290736 |

| <u>Description</u> | <u>SC No. 1</u> | <u>SC No. 2</u> | <u>SC No. 5</u> | <u>SC No. 9</u> |
|--------------------------|-----------------|-----------------|-----------------|-----------------|
| Merchant Function Charge | \$0.020611 | \$0.016446 | \$0.016446 | \$0.016446 |

Note: Weather normalization adjustment (WNA) factors are computed on an individual customer basis. WNA factors are calculated annually for customers without adequate history and are filed with the Department of Public Service.

Dated: July 27, 2017

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