

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

Initial Effective Date: March 1, 2017

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

Statement Type: IGSC

Statement No. 115

New York State Electric &amp; Gas Corporation

Statement of Incremental Gas Supply Charge

Effective: March 1, 2017, 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 February 24, 2017, by applying rates and charges of the Company's natural gas suppliers in effect on March 1, 2017, to quantities forecasted for the 12 months ended December 31, 2017  
(per Therm)

<u>Description</u>	<u>SC No. 2</u>	<u>SC No. 9</u>
Firm Average Demand COG	\$0.133762	\$0.133762
Load Factor Adjustment (LFA)	0.9939	0.8284
Adjusted Firm Average Demand COG	\$0.132946	\$0.110808
Firm Average Commodity COG	\$0.237639	\$0.237639
Firm Average COG w/ LFA	\$0.370585	\$0.348447
Incremental Gas Supply COG	\$0.463231	\$0.435559
Factor of Adjustment (FA)	1.00030	1.00030
Total Average Incremental COG	\$0.463370	\$0.435689
Supplier Refund Adjustment	\$0.000000	\$0.000000
Interim Reconciliation Adjustment	\$0.000000	\$0.000000
Annual Reconciliation Adjustment	(\$0.013426)	(\$0.013426)
Heater Fuel Charge	\$0.000288	\$0.000288
Incremental GSC without MFC, Per Therm	\$0.450232	\$0.422551

<u>Description</u>	<u>SC No. 2</u>	<u>SC No. 9</u>
Merchant Function Charge	\$0.018202	\$0.018202

Dated: February 24, 2017

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