Received: 02/24/2017

Status: CANCELLED Effective Date: 03/01/2017

Statement Type: GSC

Statement No. 176

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

New York State Electric & Gas Corporation

Statement of Gas Supply Charge Effective: March 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 February 24, 2017, by applying rates and charges of the Company's natural gas suppliers in effect on March 1, 2017, to quantites forecasted for the 12 months ended December 31, 2017

(per Therm)

Description	SC No. 1	SC No. 2	<u>SC No. 5</u>	SC No. 9
Firm Average Demand COG	\$0.133762	\$0.133762	\$0.133762	\$0.133762
Load Factor Adjustment (LFA)	1.0020	0.9939	0.4660	0.8284
Adjusted Firm Average Demand COG	\$0.134030	\$0.132946	\$0.062333	\$0.110808
Firm Average Commodity COG	\$0.237639	\$0.237639	\$0.237639	\$0.237639
Firm Average COG w/ LFA	\$0.371669	\$0.370585	\$0.299972	\$0.348447
Factor of Adjustment (FA)	1.00030	1.00030	1.00030	1.00030
Total Average COG Supplier Refund Adjustment	\$0.371781 \$0.000000	\$0.370696 \$0.000000	\$0.300062 \$0.000000	\$0.348552 \$0.000000
Interim Reconciliation Adjustment	\$0.000000	\$0.000000	\$0.000000	\$0.000000
Annual Reconciliation Adjustment	(\$0.013426)	(\$0.013426)	(\$0.013426)	(\$0.013426)
Heater Fuel Charge	\$0.000288	\$0.000288	\$0.000288	\$0.000288
GSC without Merchant Function Charge, per Therm	\$0.358643	\$0.357558	\$0.286924	\$0.335414
Description	SC No. 1	SC No. 2	SC No. 5	SC No. 5
Merchant Function Charge	\$0.027204	\$0.018202	\$0.018202	\$0.018202

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: February 24, 2017

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