Received: 03/28/2016 Status: CANCELLED

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

Initial Effective Date: April 1, 2016 Issued in compliance with Order in Case No. 09-G-0716 dated September 21, 2010

New York State Electric & Gas Corporation
All Areas
Statement of Gas Supply Charge
Effective: April 1, 2016, and for each month thereafter, until changed

Effective Date: 04/01/2016 Statement Type: GSC

Statement No. 165

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

The average cost of gas per therm calculated on March 28, 2016, by applying rates and charges of the Company's natural gas suppliers in effect on April 1, 2016, to quantites forecasted for the 12 months ended December 31, 2016

(per Therm)

<u>Description</u>	SC No. 1	SC No. 2	SC No. 5	SC No. 9
Firm Average Demand COG	\$0.133646	\$0.133646	\$0.133646	\$0.133646
Load Factor Adjustment (LFA)	1.0060	0.9811	0.4856	0.8401
Adjusted Firm Average Demand COG	\$0.134448	\$0.131120	\$0.064898	\$0.112276
Firm Average Commodity COG	\$0.165362	\$0.165362	\$0.165362	\$0.165362
Firm Average COG w/ LFA	\$0.299810	\$0.296482	\$0.230260	\$0.277638
Factor of Adjustment (FA)	1.00181	1.00181	1.00181	1.00181
Total Average COG	\$0.300353	\$0.297019	\$0.230677	\$0.278141
Supplier Refund Adjustment	\$0.000000	\$0.00000	\$0.000000	\$0.000000
Interim Reconciliation Adjustment	\$0.000000	\$0.000000	\$0.000000	\$0.000000
Annual Reconciliation Adjustment	(\$0.026038)	(\$0.026038)	(\$0.026038)	(\$0.026038)
Other Adjustments	\$0.000000	\$0.000000	\$0.00000	\$0.000000
GSC without Merchant Function Charge, per Therm	\$0.274315	\$0.270981	\$0.204639	\$0.252103
Description	SC No. 1	SC No. 2	SC No. 5	SC No. 5
Merchant Function Charge	\$0.017094	\$0.011785	\$0.011785	\$0.011785

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: March 28, 2016

Issued By: James A. Lahtinen, Vice President-Rates & Regulatory Economics, Binghamton, New York