

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

Effective Date: 04/01/2016
Statement Type: IGSC
Statement No. 104

New York State Electric & Gas Corporation
All Areas
Statement of Incremental Gas Supply Charge
Effective: April 1, 2016, 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 March 28, 2016, by applying rates and charges of the
Company's natural gas suppliers in effect on April 1, 2016, to quantities forecasted
for the 12 months ended December 31, 2016
(per Therm)

| <u>Description</u> | <u>SC No. 2</u> | <u>SC No. 9</u> |
|--|-----------------|-----------------|
| Firm Average Demand COG | \$0.133646 | \$0.133646 |
| Load Factor Adjustment (LFA) | 0.9811 | 0.8401 |
| Adjusted Firm Average Demand COG | \$0.131120 | \$0.112276 |
| Firm Average Commodity COG | \$0.165362 | \$0.165362 |
| Firm Average COG w/ LFA | \$0.296482 | \$0.277638 |
| Incremental Gas Supply COG | \$0.326130 | \$0.305402 |
| Factor of Adjustment (FA) | 1.00181 | 1.00181 |
| Total Average Incremental COG | \$0.326720 | \$0.305955 |
| Supplier Refund Adjustment | \$0.000000 | \$0.000000 |
| Interim Reconciliation Adjustment | \$0.000000 | \$0.000000 |
| Annual Reconciliation Adjustment | (\$0.026038) | (\$0.026038) |
| Other Adjustments | \$0.000000 | \$0.000000 |
| Incremental GSC without MFC, Per Therm | \$0.300682 | \$0.279917 |

| <u>Description</u> | <u>SC No. 2</u> | <u>SC No. 9</u> |
|--------------------------|-----------------|-----------------|
| Merchant Function Charge | \$0.011785 | \$0.011785 |

Dated: March 28, 2016

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