

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

Initial Effective Date: February 1, 2016

Issued in compliance with Order in Case No. 09-G-0716 dated September 21, 2010

Effective Date: 02/01/2016
Statement Type: IGSC
Statement No. 102

New York State Electric & Gas Corporation
All Areas
Statement of Incremental Gas Supply Charge
Effective: February 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 January 28, 2016, by applying rates and charges of the Company's natural gas suppliers in effect on February 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	\$0.131466	\$0.131466
Load Factor Adjustment (LFA)	0.9811	0.8401
Adjusted Firm Average Demand COG	\$0.128981	\$0.110445
Firm Average Commodity COG	\$0.221717	\$0.221717
Firm Average COG w/ LFA	\$0.350698	\$0.332162
Incremental Gas Supply COG	\$0.438373	\$0.415203
Factor of Adjustment (FA)	1.00181	1.00181
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Total Average Incremental COG	\$0.439166	\$0.415954
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
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Incremental GSC without MFC, Per Therm	<u>\$0.413128</u>	<u>\$0.389916</u>

<u>Description</u>	<u>SC No. 2</u>	<u>SC No. 9</u>
Merchant Function Charge	\$0.011936	\$0.011936

Dated: January 28, 2016

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