

Lori A. Cole Manager – Regulatory & Tariffs

March 22, 2016

## **VIA ELECTRONIC FILING**

Honorable Kathleen Burgess, Secretary New York State Department of Public Service Three Empire State Plaza Albany, NY 12223-1350

RE: Case 09-G-0716 – Proceeding on Motion of the Commission as to the Rates, Charges, Rules and Regulations of New York State Electric & Gas Corporation for Gas Service – Weighted Average Cost of Capacity Statement

Dear Secretary Burgess:

In compliance with the New York Public Service Commission's (the "Commission") Order Adopting Revised Gas Supply Procedures and Requirements and Directing Tariff Filings, issued and effective October 18, 2012 in the above-referenced proceeding, New York State Electric & Gas Corporation ("NYSEG" or "the Company") hereby files the following revised Weighted Average Cost of Capacity Statement ("WAC Statement") to be effective April 1, 2016.

WAC Statement No. 5 to PSC 88 Gas

The Company is providing an update to the WAC Statement that was submitted on February 29, 2016. Subsequent to the February 29, 2016 filing, the Federal Energy Regulatory Commission's Order approved a settlement filed by Columbia Gas Transmission, LLC (TCO)<sup>1</sup>. The TCO settlement impacted the Company's calculation of the weighted average cost of capacity ("WACOC") that was to become effective on April 1, 2016. The revised calculation, due to the lower demand rates per the TCO Settlement reflects a decrease of the Company's WACOC of approximately 1.6% from the February 29, 2016 filing.

Please direct any questions to me at (607) 762-8710.

Respectfully submitted,

Lori A Cole

Rates & Regulatory Economics Dept.

Attachment

<sup>1</sup> Columbia Gas CCRM Mod II Settlement (RP16-314-000) dated March 17, 2016

