

PSC NO. 87 Gas
NEW YORK STATE ELECTRIC & GAS CORPORATION
 Initial Effective Date: January 1, 2013
 Issued in compliance with Order in Case No. 09-G-0716 dated September 21, 2010

Statement Type: IGSC
 Statement No. 65
 page 1 of 3

New York State Electric & Gas Corporation
 Gas Supply Area 1
 Combined, Elmira, Goshen, Champlain Rate Areas
 Statement of Incremental Gas Supply Charge
 Effective: January 1, 2013

Applicable to Service Classification No. 2 of PSC No. 87 Gas

Calculated on December 30, 2012, using supplier rates forecasted to be in effect on January 1, 2013
 (per Therm)

| <u>Description</u> | <u>SC No. 2</u> |
|-----------------------------------|-------------------|
| Firm Average Demand COG | \$0.153275 |
| Load Factor Adjustment (LFA) | 0.9878 |
| Adjusted Firm Average Demand COG | \$0.151405 |
| Firm Average Commodity COG | \$0.354427 |
| Firm Average COG w/ LFA | \$0.505832 |
| Incremental Gas Supply COG | \$0.632290 |
| Factor of Adjustment (FA) | 1.00181 |
| | <hr/> |
| Total Average Incremental COG | \$0.633434 |
| Supplier Refund Adjustment | \$0.000000 |
| Interim Reconciliation Adjustment | \$0.000000 |
| Annual Reconciliation Adjustment | (\$0.033609) |
| Other Adjustments | \$0.000000 |
| | <hr/> |
| Incremental GSC without MFC | <u>\$0.599825</u> |

| <u>Description</u> | <u>SC No. 2</u> |
|--------------------------|-----------------|
| Merchant Function Charge | \$0.027231 |

Dated: December 30, 2012

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

Statement Type: IGSC
Statement No. 65
page 2 of 3New York State Electric & Gas Corporation
Gas Supply Area 2
Binghamton & Owego Rate Areas
Statement of Incremental Gas Supply Charge
Effective: January 1, 2013

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

Calculated on December 30, 2012, using supplier rates forecasted to be in effect on January 1, 2013
(per Therm)

| <u>Description</u> | <u>SC No. 2</u> | <u>SC No. 9</u> |
|-----------------------------------|-------------------|-------------------|
| Firm Average Demand COG | \$0.112991 | \$0.112991 |
| Load Factor Adjustment (LFA) | 0.9764 | 0.8194 |
| Adjusted Firm Average Demand COG | \$0.110324 | \$0.092585 |
| Firm Average Commodity COG | \$0.349848 | \$0.349848 |
| Firm Average COG w/ LFA | \$0.460172 | \$0.442433 |
| Incremental Gas Supply COG | \$0.575215 | \$0.553041 |
| Factor of Adjustment (FA) | 1.00181 | 1.00181 |
| | <hr/> | <hr/> |
| Total Average Incremental COG | \$0.576256 | \$0.554042 |
| Supplier Refund Adjustment | \$0.000000 | \$0.000000 |
| Interim Reconciliation Adjustment | \$0.000000 | \$0.000000 |
| Annual Reconciliation Adjustment | \$0.032060 | \$0.032060 |
| Other Adjustments | \$0.000000 | \$0.000000 |
| | <hr/> | <hr/> |
| Incremental GSC without MFC | <u>\$0.608316</u> | <u>\$0.586102</u> |
| | <hr/> | <hr/> |
| <u>Description</u> | <u>SC No. 2</u> | <u>SC No. 9</u> |
| Merchant Function Charge | \$0.027272 | \$0.027272 |

Dated: December 30, 2012

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

Statement Type: IGSC
Statement No. 65
page 3 of 3New York State Electric & Gas Corporation
Gas Supply Area 3
Lockport Rate Area
Statement of Incremental Gas Supply Charge
Effective: January 1, 2013

Applicable to Service Classification No. 2 of PSC No. 87 Gas

Calculated on December 30, 2012, using supplier rates forecasted to be in effect on January 1, 2013
(per Therm)

| <u>Description</u> | <u>SC No. 2</u> |
|-----------------------------------|-------------------|
| Firm Average Demand COG | \$0.153275 |
| Load Factor Adjustment (LFA) | 0.9878 |
| Adjusted Firm Average Demand COG | \$0.151405 |
| Firm Average Commodity COG | \$0.354427 |
| Firm Average COG w/ LFA | \$0.505832 |
| Incremental Gas Supply COG | \$0.632290 |
| Factor of Adjustment (FA) | 1.00181 |
| | <hr/> |
| Total Average Incremental COG | \$0.633434 |
| Supplier Refund Adjustment | \$0.000000 |
| Interim Reconciliation Adjustment | \$0.000000 |
| Annual Reconciliation Adjustment | (\$0.033609) |
| Other Adjustments | \$0.000000 |
| | <hr/> |
| Incremental GSC without MFC | <u>\$0.599825</u> |
| | <hr/> |
| <u>Description</u> | <u>SC No. 2</u> |
| Merchant Function Charge | \$0.027231 |

Dated: December 30, 2012

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