PSC NO. 87 Gas NEW YORK STATE ELECTRIC & GAS CORPORATION Initial Effective Date: October 1, 2020

Issued in compliance with Order in Case No. 15-G-0284 dated June 15, 2016

Statement Type: IGSC Statement No. 159

New York State Electric & Gas Corporation

Statement of Incremental Gas Supply Charge Effective: October 1, 2020, and for each month thereafter, until changed

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

The average cost of gas per therm calculated on September 28, 2020, by applying rates and charges of the Company's natural gas suppliers in effect on October 1, 2020, to quantities forecasted for the 12 months ended December 31, 2020 (per Therm)

Description SC No. 2 Firm Average Demand COG \$0.109073 Load Factor Adjustment (LFA) 0.9984 Adjusted Firm Average Demand COG \$0.108898 \$0.117866 Firm Average Commodity COG Firm Average COG w/ LFA \$0.226764 Incremental Gas Supply COG \$0.249440 Factor of Adjustment (FA) 1.00030 Total Average Incremental COG \$0.249515 \$0.000000 Supplier Refund Adjustment \$0.000000 Interim Reconciliation Adjustment Annual Reconciliation Adjustment (\$0.018494) System Performance Adjustment (\$0.000108) Heater Fuel Charge \$0.000173 Incremental GSC without MFC, Per Therm \$0.231086

Description	SC No. 2
Merchant Function Charge	\$0.016145

Dated: September 28, 2020

Issued By: Joseph J. Syta, Vice-President, Controller and Treasurer