

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

Initial Effective Date: November 1, 2018

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

Statement Type: IGSC

Statement No. 135

New York State Electric & Gas Corporation

Statement of Incremental Gas Supply Charge

Effective: November 1, 2018, 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 October 29, 2018, by applying rates and charges of the Company's natural gas suppliers in effect on November 1, 2018, to quantities forecasted for the 12 months ended December 31, 2018
(per Therm)

<u>Description</u>	<u>SC No. 2</u>	<u>SC No. 9</u>
Firm Average Demand COG	\$0.110489	\$0.110489
Load Factor Adjustment (LFA)	0.9964	0.8093
Adjusted Firm Average Demand COG	\$0.110091	\$0.089419
Firm Average Commodity COG	\$0.298710	\$0.298710
Firm Average COG w/ LFA	\$0.408801	\$0.388129
Incremental Gas Supply COG	\$0.511001	\$0.485161
Factor of Adjustment (FA)	1.00030	1.00030
Total Average Incremental COG	\$0.511155	\$0.485307
Supplier Refund Adjustment	\$0.000000	\$0.000000
Interim Reconciliation Adjustment	\$0.000000	\$0.000000
Annual Reconciliation Adjustment	(\$0.006301)	(\$0.006301)
System Performance Adjustment	\$0.000093	\$0.000093
Heater Fuel Charge	\$0.000416	\$0.000416
Incremental GSC without MFC, Per Therm	\$0.505362	\$0.479514

<u>Description</u>	<u>SC No. 2</u>	<u>SC No. 9</u>
Merchant Function Charge	\$0.017389	\$0.017389

Dated: October 29, 2018

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