

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

Initial Effective Date: December 1, 2018

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

Statement Type: IGSC

Statement No. 137

New York State Electric & Gas Corporation

Statement of Incremental Gas Supply Charge

Effective: December 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 November 29, 2018, by applying rates and charges of the Company's natural gas suppliers in effect on December 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	\$0.110994	\$0.110994
Load Factor Adjustment (LFA)	0.9964	0.8093
Adjusted Firm Average Demand COG	\$0.110594	\$0.089827
Firm Average Commodity COG	\$0.383210	\$0.383210
Firm Average COG w/ LFA	\$0.493804	\$0.473037
Incremental Gas Supply COG	\$0.617255	\$0.591296
Factor of Adjustment (FA)	1.00030	1.00030
Total Average Incremental COG	\$0.617440	\$0.591474
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	\$0.000542	\$0.000542
Incremental GSC without MFC, Per Therm	\$0.611774	\$0.585807

<u>Description</u>	<u>SC No. 2</u>	<u>SC No. 9</u>
Merchant Function Charge	\$0.017587	\$0.017587

Dated: November 29, 2018

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