

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

Initial Effective Date: March 1, 2018

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

Effective Date: 03/01/2018
Statement Type: GSC
Statement No. 188

New York State Electric & Gas Corporation

Statement of Gas Supply Charge

Effective: March 1, 2018, and for each month thereafter, until changed

Applicable to Service Classifications No. 1, 2, 5 and 9 of PSC No. 87 Gas

The average cost of gas per therm calculated on February 26, 2018, by applying rates and charges of the Company's natural gas suppliers in effect on March 1, 2018, to quantities forecasted for the 12 months ended December 31, 2018
(per Therm)

<u>Description</u>	<u>SC No. 1</u>	<u>SC No. 2</u>	<u>SC No. 5</u>	<u>SC No. 9</u>
Firm Average Demand COG	\$0.132219	\$0.132219	\$0.132219	\$0.132219
Load Factor Adjustment (LFA)	1.0011	0.9964	0.4597	0.8093
Adjusted Firm Average Demand COG	\$0.132364	\$0.131743	\$0.060781	\$0.107005
Firm Average Commodity COG	\$0.254192	\$0.254192	\$0.254192	\$0.254192
Firm Average COG w/ LFA	\$0.386556	\$0.385935	\$0.314973	\$0.361197
Factor of Adjustment (FA)	1.00030	1.00030	1.00030	1.00030
Total Average COG	\$0.386672	\$0.386051	\$0.315067	\$0.361305
Supplier Refund Adjustment	\$0.000000	\$0.000000	\$0.000000	\$0.000000
Interim Reconciliation Adjustment	\$0.000000	\$0.000000	\$0.000000	\$0.000000
Annual Reconciliation Adjustment	(\$0.006301)	(\$0.006301)	(\$0.006301)	(\$0.006301)
System Performance Adjustment	\$0.000093	\$0.000093	\$0.000093	\$0.000093
Heater Fuel Charge	\$0.000328	\$0.000328	\$0.000328	\$0.000328
GSC without Merchant Function Charge, per Therm	\$0.380792	\$0.380171	\$0.309187	\$0.355425

<u>Description</u>	<u>SC No. 1</u>	<u>SC No. 2</u>	<u>SC No. 5</u>	<u>SC No. 9</u>
Merchant Function Charge	\$0.021652	\$0.016613	\$0.016613	\$0.016613

Note: Weather normalization adjustment (WNA) factors are computed on an individual customer basis. WNA factors are calculated annually for customers without adequate history and are filed with the Department of Public Service.

Dated: February 26, 2018

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