Effective Date: 07/01/2018 Statement Type: IGSC

Statement No. 131

PSC NO. 87 Gas NEW YORK STATE ELECTRIC & GAS CORPORATION Initial Effective Date: July 1, 2018 Issued in compliance with Order in Case No. 15-G-0284 dated June 15, 2016

New York State Electric & Gas Corporation

Statement of Incremental Gas Supply Charge

Effective: July 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 June 28, 2018, by applying rates and charges of the Company's natural gas suppliers in effect on July 1, 2018, to quantities forecasted for the 12 months ended December 31, 2018

(per Therm)

Description	<u>SC No. 2</u>	<u>SC No. 9</u>
Firm Average Demand COG	\$0.128977	\$0.128977
Load Factor Adjustment (LFA)	0.9964	0.8093
Adjusted Firm Average Demand COG	\$0.128513	\$0.104381
Firm Average Commodity COG	\$0.266942	\$0.266942
Firm Average COG w/ LFA	\$0.395455	\$0.371323
Incremental Gas Supply COG	\$0.435001	\$0.408455
Factor of Adjustment (FA)	1.00030	1.00030
Total Average Incremental COG	\$0.435131	\$0.408578
Supplier Refund Adjustment	\$0.000000	\$0.000000
Interim Reconciliation Adjustment	(\$0.047610)	(\$0.047610)
Annual Reconciliation Adjustment	(\$0.006301)	(\$0.006301)
System Performance Adjustment	\$0.000093	\$0.000093
Heater Fuel Charge	\$0.000373	\$0.000373
Incremental GSC without MFC, Per Therm	\$0.381686	\$0.355133

Description	<u>SC No. 2</u>	<u>SC No. 9</u>
Merchant Function Charge	\$0.017247	\$0.017247

Dated: June 28, 2018

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