Effective Date: 06/01/2018 Statement Type: IGSC

Statement No. 130

PSC NO. 87 Gas NEW YORK STATE ELECTRIC & GAS CORPORATION Initial Effective Date: June 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: June 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 May 29, 2018, by applying rates and charges of the Company's natural gas suppliers in effect on June 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	\$0.132124	\$0.132124
Load Factor Adjustment (LFA)	0.9964	0.8093
Adjusted Firm Average Demand COG	\$0.131648	\$0.106928
Firm Average Commodity COG	\$0.258546	\$0.258546
Firm Average COG w/ LFA	\$0.390194	\$0.365474
Incremental Gas Supply COG	\$0.429213	\$0.402021
Factor of Adjustment (FA)	1.00030	1.00030
Total Average Incremental COG	\$0.429342	\$0.402142
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	\$0.000352	\$0.000352
Incremental GSC without MFC, Per Therm	\$0.375876	\$0.348676

Description	<u>SC No. 2</u>	<u>SC No. 9</u>
Merchant Function Charge	\$0.017153	\$0.017153

Dated: May 29, 2018

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