

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

Initial Effective Date: July 1, 2017

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

Effective Date: 07/01/2017
Statement Type: IGSC
Statement No. 119

New York State Electric & Gas Corporation

Statement of Incremental Gas Supply Charge

Effective: July 1, 2017, 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, 2017, by applying rates and charges of the Company's natural gas suppliers in effect on July 1, 2017, to quantities forecasted for the 12 months ended December 31, 2017
(per Therm)

<u>Description</u>	<u>SC No. 2</u>	<u>SC No. 9</u>
Firm Average Demand COG	\$0.135071	\$0.135071
Load Factor Adjustment (LFA)	0.9939	0.8284
Adjusted Firm Average Demand COG	\$0.134247	\$0.111893
Firm Average Commodity COG	\$0.244976	\$0.244976
Firm Average COG w/ LFA	\$0.379223	\$0.356869
Incremental Gas Supply COG	\$0.417145	\$0.392556
Factor of Adjustment (FA)	1.00030	1.00030
Total Average Incremental COG	\$0.417270	\$0.392674
Supplier Refund Adjustment	\$0.000000	\$0.000000
Interim Reconciliation Adjustment	(\$0.038071)	(\$0.038071)
Annual Reconciliation Adjustment	(\$0.013426)	(\$0.013426)
Heater Fuel Charge	\$0.000305	\$0.000305
Incremental GSC without MFC, Per Therm	\$0.366079	\$0.341482

<u>Description</u>	<u>SC No. 2</u>	<u>SC No. 9</u>
Merchant Function Charge	\$0.016482	\$0.016482

Dated: June 28, 2017

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