Received: 08/29/2017 Status: CANCELLED

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

Initial Effective Date: September 1, 2017 Issued in compliance with Order in Case No. 15-G-0284 dated June 15, 2016

sued in compliance with Order in Case No. 13-0-0204 dated sune 13, 2010

New York State Electric & Gas Corporation

Effective Date: 09/01/2017 Statement Type: GSC

Statement No. 182

Statement of Gas Supply Charge Effective: September 1, 2017, 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 August 29, 2017, by applying rates and charges of the Company's natural gas suppliers in effect on September 1, 2017, to quantites forecasted for the 12 months ended December 31, 2017

(per Therm)

| <u>Description</u>                              | SC No. 1     | SC No. 2     | SC No. 5     | SC No. 9     |
|---|--------------|--------------|--------------|--------------|
| Firm Average Demand COG                         | \$0.139547   | \$0.139547   | \$0.139547   | \$0.139547   |
| Load Factor Adjustment (LFA)                    | 1.0020       | 0.9939       | 0.4660       | 0.8284       |
| Adjusted Firm Average Demand COG                | \$0.139826   | \$0.138696   | \$0.065029   | \$0.115601   |
| Firm Average Commodity COG                      | \$0.213324   | \$0.213324   | \$0.213324   | \$0.213324   |
| Firm Average COG w/ LFA                         | \$0.353150   | \$0.352020   | \$0.278353   | \$0.328925   |
| Factor of Adjustment (FA)                       | 1.00030      | 1.00030      | 1.00030      | 1.00030      |
| Total Average COG                               | \$0.353256   | \$0.352126   | \$0.278437   | \$0.329024   |
| Supplier Refund Adjustment                      | \$0.000000   | \$0.00000    | \$0.000000   | \$0.000000   |
| Interim Reconciliation Adjustment               | \$0.000000   | \$0.00000    | \$0.000000   | \$0.000000   |
| Annual Reconciliation Adjustment                | (\$0.013426) | (\$0.013426) | (\$0.013426) | (\$0.013426) |
| Heater Fuel Charge                              | \$0.000266   | \$0.000266   | \$0.000266   | \$0.000266   |
| GSC without Merchant Function Charge, per Therm | \$0.340096   | \$0.338966   | \$0.265277   | \$0.315864   |
|   |              |              |              |              |
|   |              |              |              |              |
| <u>Description</u>                              | SC No. 1     | SC No. 2     | SC No. 5     | SC No. 9     |
| Merchant Function Charge                        | \$0.021012   | \$0.016509   | \$0.016509   | \$0.016509   |

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: August 29, 2017

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