

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

Initial Effective Date: October 1, 2016

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

Effective Date: 10/01/2016  
Statement Type: IGSC  
Statement No. 110

New York State Electric &amp; Gas Corporation

## Statement of Incremental Gas Supply Charge

Effective: October 1, 2016, 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 September 28, 2016, by applying rates and charges of the Company's natural gas suppliers in effect on October 1, 2016, to quantities forecasted for the 12 months ended December 31, 2016  
(per Therm)

<u>Description</u>	<u>SC No. 2</u>	<u>SC No. 9</u>
Firm Average Demand COG	\$0.137496	\$0.137496
Load Factor Adjustment (LFA)	0.9811	0.8401
Adjusted Firm Average Demand COG	\$0.134897	\$0.115510
Firm Average Commodity COG	\$0.167651	\$0.167651
Firm Average COG w/ LFA	\$0.302548	\$0.283161
Incremental Gas Supply COG	\$0.332803	\$0.311477
Factor of Adjustment (FA)	1.00030	1.00030
Total Average Incremental COG	\$0.332903	\$0.311571
Supplier Refund Adjustment	\$0.000000	\$0.000000
Interim Reconciliation Adjustment	\$0.000000	\$0.000000
Annual Reconciliation Adjustment	(\$0.026038)	(\$0.026038)
Heater Fuel Charge	\$0.000186	\$0.000186
Incremental GSC without MFC, Per Therm	\$0.307051	\$0.285718

<u>Description</u>	<u>SC No. 2</u>	<u>SC No. 9</u>
Merchant Function Charge	\$0.017865	\$0.017865

Dated: September 28, 2016

Issued By: James A. Lahtinen, Vice President-Rates &amp; Regulatory Economics, Binghamton, New York