Effective Date: 10/01/2015 Statement Type: IGSC

Statement No. 98

PSC NO. 87 Gas NEW YORK STATE ELECTRIC & GAS CORPORATION Initial Effective Date: October 1, 2015

Issued in compliance with Order in Case No. 09-G-0716 dated September 21, 2010

New York State Electric & Gas Corporation

All Areas Statement of Incremental Gas Supply Charge

Effective: October 1, 2015, 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, 2015, by applying rates and charges of the Company's natural gas suppliers in effect on October 1, 2015, to quantites forecasted for the 12 months ended December 31, 2015

(per Therm)

Description	<u>SC No. 2</u>	<u>SC No. 9</u>
Firm Average Demand COG	\$0.125054	\$0.125054
Load Factor Adjustment (LFA)	0.9752	0.8531
Adjusted Firm Average Demand COG	\$0.121953	\$0.106684
Firm Average Commodity COG	\$0.169801	\$0.169801
Firm Average COG w/ LFA	\$0.291754	\$0.276485
Incremental Gas Supply COG	\$0.320929	\$0.304134
Factor of Adjustment (FA)	1.00181	1.00181
Total Average Incremental COG	\$0.321510	\$0.304684
Supplier Refund Adjustment	\$0.000000	\$0.000000
Interim Reconciliation Adjustment	\$0.000000	\$0.000000
Annual Reconciliation Adjustment	\$0.000862	\$0.000862
Other Adjustments	\$0.000000	\$0.000000
Incremental GSC without MFC, Per Therm	\$0.322372	\$0.305546

Description	<u>SC No. 2</u>	<u>SC No. 9</u>
Merchant Function Charge	\$0.010124	\$0.010124

Dated: September 28, 2015

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