Statement Type: IGSC

Statement No. 90

PSC NO. 87 Gas NEW YORK STATE ELECTRIC & GAS CORPORATION Initial Effective Date: February 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: February 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 January 29, 2015, by applying rates and charges of the Company's natural gas suppliers in effect on February 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	\$0.119918	\$0.119918
Load Factor Adjustment (LFA)	0.9752	0.8531
Adjusted Firm Average Demand COG	\$0.116944	\$0.102302
Firm Average Commodity COG	\$0.343772	\$0.343772
Firm Average COG w/ LFA	\$0.460716	\$0.446074
Incremental Gas Supply COG	\$0.575895	\$0.557593
Factor of Adjustment (FA)	1.00181	1.00181
Total Average Incremental COG	\$0.576937	\$0.558602
Supplier Refund Adjustment	(\$0.000855)	(\$0.000855)
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	\$0.576944	\$0.558608

Description	<u>SC No. 2</u>	<u>SC No. 9</u>
Merchant Function Charge	\$0.009740	\$0.009740

Dated: January 29, 2015

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