

GSC
Statement No. 63
to P.S.C. No. 16 - Gas**ROCHESTER GAS AND ELECTRIC CORPORATION**
Rochester, New York**GAS SUPPLY CHARGE and MERCHANT FUNCTION CHARGE**Effective June 1, 2008
Applicable to Service Classification No. 1 and No. 8 of
P.S.C. No. 16 - Gas
(Issued under Authority of 16 NYCRR 720-6.5)**Weighted Average Cost of Gas**The average cost of gas per therm (as defined in Rule 4.H.2) determined on
May 28, 2008 by applying rates and charges of the Company's natural gas suppliers
in effect June 1, 2008, to quantities of gas supplied to the Company during
the 12 months ended April 30, 2008 is

Weighted Average Commodity Cost	\$1.103620
Weighted Average Demand Cost	<u>\$0.149268</u>
Weighted Average Cost of Gas - Gross	\$1.252888

Factor of Adjustment

Weighted Average Cost of Gas including losses

1.252888 X 1.0135 factor of adjustment \$1.269802

Inter-Departmental Sales Credit

The inter-departmental sales credit per therm is

-\$0.000048

Annual Gas Cost ReconciliationPursuant to Rule 4.H.5 of PSC No. 16 - Gas, the surcharge per therm applicable
during the period January 1, 2007 thru December 31, 2007 is

\$0.023330

Gas Cost Reconciliation- InterimPursuant to Rule 4.H.6 of PSC No. 16 - Gas, the credit per therm applicable
during the period ending August 31, 2007 is

\$0.000000

Gas Cost Refund

By reason of gas pipeline refund of overcharges, the Gas Cost Refund per therm is

\$0.000000**Refund of Revenues Collected for PSC Transition and Balancing Costs from SC#3, SC#5, SC#7**

The refund per therm applicable during the period is

-\$0.005910

Research and Development Surcharge

Pursuant to the Commission Order issued April 21, 2000 in Case 99-G-1369

\$0.000600

Gas Supply ChargeFor the month of June 2008, and for each month thereafter, until changed,
the Gas Supply Charge per therm, under Service Classification No. 1 is**\$1.287774****Merchant Function Charge****\$0.036613****Total Cost of Gas****\$1.324387**