

P.S.C. No. 16 - Gas  
Company: Rochester Gas and Electric Corporation

Statement Type: GSC  
Statement No. 24

# GAS SUPPLY CHARGE and MERCHANT FUNCTION CHARGE

Effective March 31, 2005  
Applicable to Service Classification No. 1 of  
PSC 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 March 28, 2005, by applying rates and charges of the Company's natural gas suppliers in effect March 15, 2005, to quantities of gas supplied to the company during the 12 months ended February 28, 2005 is \$0.891107

## **Factor of Adjustment**

Weighted Average Cost of Gas including losses 1.0135  
0.891107 X 1.0135 factor of adjustment \$0.903137

## **Inter-Departmental Sales Credit**

The inter-departmental sales credit per therm is -\$0.000049

## **Annual Gas Cost Reconciliation**

Pursuant to Rule 4.H.5 of PSC No. 16 – Gas, the surcharge per therm applicable during the period January 1, 2005 thru December 31, 2005 is \$0.002589

## **Gas Cost Reconciliation- Interim**

Pursuant to Rule 4.H.6 of PSC No. 16 – Gas, the credit per therm applicable during the period ending August 31, 2004 is \$0.000000

## **Gas Cost Refund**

By reason of gas pipeline refund of overcharges, the Gas Cost Refund per therm is \$0.000000

## **Capacity Cost Incentive**

Pursuant to the Commission Order issued February 28, 2001 in case 98-G-1589 \$0.004775

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

The refund per therm applicable during the period is -\$0.006882

## **Research and Development Surcharge**

Pursuant to the Commission Order issued April 21, 2000 in Case 99-G-1369 \$0.000530

## **Gas Supply Charge**

For the billing month of April 2005, and for each billing month thereafter, until changed, the Gas Supply Charge per therm, under Service Classification No. 1 is \$0.904100

## **Merchant Function Charge**

\$0.030229

## **Total Cost of Gas (Gas Supply Charge & Merchant Function Charge)**

**\$0.934329**

ISSUED BY: James A. Lahtinen, Vice President Rates and Regulatory Economics, Rochester, New York