

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

Statement Type: GCA
Statement No. 12

GAS COST CALCULATION
Effective March 31, 2004
Applicable to Service Classification No. 1 of
PSC No. 16 – Gas
(Issued under Authority of 16 NYCRR 270.55 and 270.57)

Average Cost of Gas

The average cost of gas per therm (as defined in Rule 4.H.3) determined on March 26, 2004, by applying rates and charges of the Company's natural gas suppliers in effect March 15, 2004, to quantities of gas supplied to the company during the 12 months ended February 29, 2004 is

Factor of Adjustment

Total Cost of Gas	1.0128		
		0.720035 X 1.0128 factor of adjustment	\$0.729251

Inter-Departmental Sales Credit

The inter-departmental sales credit per therm is

Gas Cost Reconciliation

Pursuant to Rule 4.H.7 of PSC No. 16 – Gas, the credit per therm applicable during the period January 1, 2004 thru December 31, 2004 is

Gas Cost Reconciliation- Interim

Pursuant to Rule 4.H.7 of PSC No. 16 – Gas, the credit per therm applicable during the period April 1, 2003 thru August 31, 2003 is

Revenue Requirement Surcharge

The surcharge per therm applicable during this period is

Gas Cost Refund

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

Capacity Cost Incentive

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

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

The refund per therm applicable during the period is

Research and Development Surcharge

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

Back out Credit Surcharge

Pursuant to Rule 4.H.10 of PSC No. 16 - Gas, the surcharge per therm is

Net Cost of Gas

For the billing month of April 2004, and for each billing month thereafter, until changed, the Net Cost of Gas per therm, under Service Classification No. 1 is

\$0.721903

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