

PSC No. 16 Gas
Rochester Gas and Electric Corporation
Initial Effective Date: March 1, 2012

IGSC
Statement No.55

INCREMENTAL GAS SUPPLY CHARGE AND MERCHANT FUNCTION CHARGE

Applicable to Service Classification No. 1 and 8 of PSC No. 16 - Gas
(Issued under Authority of 16 NYCRR 720-6.5)

Weighted Average Cost of Gas

Per Therm

The average cost of gas per therm determined on February 27, 2012
by applying rates and charges of the Company's natural gas suppliers
in effect March 2012, to quantities of gas supplied to the Company during
the 12 months ended January 31, 2012 is

Weighted Average Commodity Cost	\$0.401818
Weighted Average Demand Cost	<u>\$0.150989</u>
Gross Weight Average Cost of Gas	\$0.552807
Factor of Adjustment	<u>1.0100</u>
	\$0.558335
Incremental Gas Supply Cost	\$0.614169

Adjustments to Weighted average cost of gas

Interdepartmental Sales Credit	(\$0.000046)
Annual Reconciliation of Gas Costs - January 1, 2012 to December 31, 2012	\$0.015391
Interim Gas Cost Reconciliation	\$0.000000
Pipeline Refunds	\$0.000000
Refund of Revenues Collected for PSC transition and Balancing Charges From SC #3, SC#5, and SC#7	(\$0.001593)
Research and Development	\$0.000630
Mendon Gate Station Heater Fuel Costs	\$0.000160

Incremental Gas Supply Charge

For the month of March 2012, and for each month thereafter, until changed, the Gas Supply Charge per therm, under Service Classification No. 1 is	\$0.628711
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Merchant Function Charge

Residential Customers	\$0.039862
Non Residential Customers	\$0.032323

Total Cost of Gas

Residential Customers	\$0.668573
Non Residential Customers	\$0.661034