

IGSC
Statement No. 25
to PSC No. 16- Gas

ROCHESTER GAS AND ELECTRIC CORPORATION
Rochester, New York
INCREMENTAL GAS SUPPLY CHARGE AND MERCHANT FUNCTION CHARGE
Effective: October 1, 2009
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 GasPer Therm

The average cost of gas per therm determined on September 28, 2009 by applying rates and charges of the Company's natural gas suppliers in effect October 2009, to quantities of gas supplied to the Company during the 12 months ended August 31, 2009 is

| | |
|--|-------------------|
| Weighted Average Commodity Cost | \$0.507324 |
| Weighted Average Demand Cost | <u>\$0.110135</u> |
| Gross Weight Average Cost of Gas | \$0.617459 |
| Factor of Adjustment | <u>1.0147</u> |
| | \$0.626536 |
| Summer Incremental Gas Supply Cost -110% | \$0.689190 |

Adjustments to Weighted average cost of gas

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|--|--------------|
| Interdepartmental Sales Credit | (\$0.000041) |
| Annual Reconciliation of Gas Costs - January 1,2009 to December 31, 2009 | \$0.014066 |
| 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 | (\$0.001654) |
| Research and Development | \$0.000610 |

Incremental Gas Supply Charge

For the month of October 2009, and for each month thereafter, until changed, the Gas Supply Charge per therm, under Service Classification No. 1 is

\$0.702171

Merchant Function Charge

\$0.038355

Total Cost of Gas

\$0.740526