

GSC  
Statement No.85  
to PSC No. 16- Gas

**ROCHESTER GAS AND ELECTRIC CORPORATION**  
Rochester, New York  
**GAS SUPPLY CHARGE AND MERCHANT FUNCTION CHARGE**  
**Effective: March 1, 2010**  
Applicable to Service Classification No. 1 and 8 of PSC No. 16 - Gas  
(Issued under Authority of 16 NYCRR 720-6.5)

<u>Weighted Average Cost of Gas</u>	<u>Per Therm</u>
The average cost of gas per therm determined on <b>February 25, 2010</b> by applying rates and charges of the Company's natural gas suppliers in effect March <b>2010</b> , to quantities of gas supplied to the Company during the 12 months ended January <b>31, 2010</b> is	
Weighted Average Commodity Cost	\$0.570537
Weighted Average Demand Cost	<u>\$0.119943</u>
Gross Weight average Cost of Gas	\$0.690480
Factor of Adjustment	<u>1.0136</u>
	\$0.699871
 <b><u>Adjustments to Weighted average cost of gas</u></b>	
Interdepartmental Sales Credit	(\$0.000042)
Annual Reconciliation of Gas Costs - January 1,2010 to December 31, 2010	\$0.021446
Interim Gas Cost Reconciliation	\$0.000000
Pipeline Refunds	(\$0.001605)
Refund of Revenues Collected for PSC transition and Balancing Charges From SC #3,SC#5, and SC#7	(\$0.001398)
Research and Development	\$0.000630
 <b><u>Gas Supply Charge</u></b>	
For the month of March <b>2010</b> , and for each month thereafter, until changed,	\$0.718902
 <b><u>Merchant Function Charge</u></b>	
	\$0.029203
 <b><u>Total Cost of Gas</u></b>	
	\$0.748105