Received: 03/28/2018 Status: CANCELLED

PSC No. 18 Electricity

Rochester Gas and Electric Corporation

Initial Effective Date: April 01, 2018

Issued in compliance with order in Case No. 15-E-0285 dated June 15, 2016

Statement Type: MFC

StatementiNe D&2: 04/01/2018

Merchant Function Charge Statement

For customers taking service under the RG&E Supply Service (RSS) rate or Hourly Pricing with supply provided by RG&E, pursuant to RG&E's Supply Service Options, General Information Section 12 of Schedule PSC No. 19 - Electricity, the following Merchant Function Charge is applicable to energy supplied [all kilowatt-hours (kWhs)] under the service classifications listed below.

	Non Demand billed (Hedged) \$ per kWh	Non Demand billed (Non-Hedged) \$ per kWh	Demand billed <u>\$ per kWh</u>
Monthly Electric Supply Cost	\$0.042636	\$0.069197	\$0.070139
Uncollectible Factor	2.332900%	<u>2.332900</u> %	<u>0.170000</u> %
1 Uncollectible Charge (Monthly Electric Supply Cost * Uncollectible Factor)	\$0.000995	\$0.001614	\$0.000119
2 Working Capital - Purchase Power	\$0.000155	\$0.000155	\$0.000155
3 Working Capital - Commodity Hedges	\$0.000495	-	-
4 Credit & Collections and Call Center	\$0.000632	\$0.000632	\$0.000632
5 Administrative Charge	\$0.001753	\$0.001753	\$0.001753
6 Prior Period Reconciliation	(\$0.000326)	(\$0.00001)	(\$0.000001)
Total MFC Rate per kWh	\$0.003704	\$0.004153	\$0.002658

Service Classification Nos. 1, 2 and 6 will be billed the "Non-Demand billed (hedged)" MFC rate.

 $All\ Street\ Lighting\ Service\ Classifications\ (\ Nos.\ 1,2,\ and\ 3)\ will\ be\ billed\ the\ "Non-Demand\ billed\ (hedged)"\ MFC\ rate.$

Service Classification Nos. 4 will be billed the "Non-Demand billed (non-hedged)" MFC rate.

Service Classification Nos. 3, 7, 8 and 9 will be billed the "Demand billed" MFC rate.

For Service Classification Nos. 10, 11, and 14, the customer's otherwise applicable service classification will determine the applicable MFC.