Received: 07/27/2018 Status: CANCELLED Effective Date: 08/01/2018

PSC No. 16 Gas Rochester Gas and Electric Corporation Initial Effective Date: August 1, 2018 GSC Statement No.187

GAS SUPPLY 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 July 27, 2018 by applying rates and charges of the Company's natural gas suppliers in effect August 2018, to quantities forecasted for the 12 months ended December 31,2018 is

| Weighted Average Commodity Cost | | \$0.2432440 |
|---------------------------------|----------------------------------|-------------------|
| Weighted Average Demand Cost | | <u>\$0.102665</u> |
| | Gross Weight average Cost of Gas | \$0.345909 |
| | Factor of Adjustment | <u>1.0044</u> |
| | | \$0.3474310 |

Adjustments to Weighted average cost of gas

| Interdepartmental Sales Credit | (\$0.000007) |
|---|--------------|
| Annual Reconciliation of Gas Costs - January 1,2018 to December 31, 2018 | \$0.004973 |
| Interim Gas Cost Reconciliation | \$0.000000 |
| System Performance Adjustment - January 1, 2018 to December 31, 2018 | |
| Refund of Revenues Collected for PSC transition, Reliability and Balancing Charges From SC #3, SC#5, and SC#7 | (\$0.007132) |
| Research and Development | \$0.000550 |
| Mendon Gate Station Heater Fuel Costs | |

Gas Supply Charge

For the month of August 2018, and for each month thereafter, until changed,

\$0.347384

Merchant Function Charge

Residential Customers \$0.022698
Non Residential Customers \$0.018028

Total Cost of Gas

Residential Customers \$0.370082 Non Residential Customers \$0.365412

Note: Weather normalization adjustment (WNA) factors are computed on an individual customer basis. WNA factors are calculated annually for customers without adequate history and are filed with the Department of Public Service