Received: 09/20/2017 Status: CANCELLED

PSC No. 19 Electricity **Rochester Gas and Electric Corporation** Initial Effective Date: October 01, 2017

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

Statement Type: MFC

Statement Noive Da 86: 10/01/2017

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	Non Demand billed	Demand billed
	(Hedged)	(Non-Hedged)	
	<u>\$ per kWh</u>	\$ per kWh	\$ per kWh
Monthly Electric Supply Cost	\$0.046659	\$0.042856	\$0.043432
Uncollectible Factor	<u>2.332900</u> %	<u>2.332900</u> %	0.170000%
1 Uncollectible Charge (Monthly Electric Supply Cost * Uncollectible Factor)	\$0.001089	\$0.001000	\$0.000074
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)	(\$0.000001)	(\$0.000001)
Total MFC Rate per kWh	\$0.003798	\$0.003539	\$0.002613

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.