

PSC No. 16 Gas
Rochester Gas and Electric Corporation
Initial Effective Date: January 1, 2017

IGSC
Statement No.113

INCREMENTAL GAS SUPPLY CHARGE AND MERCHANT FUNCTION 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 December 29, 2016 by applying rates and charges of the Company's natural gas suppliers in effect January 2017, to quantities of gas supplied to the Company during the 12 months ended December 31, 2017 is

Weighted Average Commodity Cost	\$0.253246
Weighted Average Demand Cost	\$0.095014
Gross Weight Average Cost of Gas	\$0.348260
Factor of Adjustment	<u>1.0044</u>
	\$0.349792
Incremental Gas Supply Cost	\$0.437240

Adjustments to Weighted average cost of gas

Interdepartmental Sales Credit	(\$0.000008)
Annual Reconciliation of Gas Costs - January 1, 2014 to December 31, 2014	(\$0.005579)
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	(\$0.008104)
Research and Development	\$0.000630
Mendon Gate Station Heater Fuel Costs	\$0.000078

Incremental Gas Supply Charge

For the month of January 2017, and for each month thereafter, until changed, the Gas Supply Charge per therm, under Service Classification No. 1 is	\$0.424257
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Merchant Function Charge

Residential Customers	\$0.022504
Non Residential Customers	\$0.016440

Total Cost of Gas

Residential Customers	\$0.446761
Non Residential Customers	\$0.440697