

PSC No. 16 Gas
 Rochester Gas and Electric Corporation
 Initial Effective Date: April 1, 2016

Effective Date: 04/01/2016
 IGSC
 Statement No.104

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 March 28, 2016
 by applying rates and charges of the Company's natural gas suppliers
 in effect April 2016, to quantities of gas supplied to the Company during
 the 12 months ended December 31, 2016 is

Weighted Average Commodity Cost	\$0.142938
Weighted Average Demand Cost	\$0.128665
Gross Weight Average Cost of Gas	\$0.271603
Factor of Adjustment	<u>1.0100</u>
	\$0.274319
Incremental Gas Supply Cost	\$0.301751

Adjustments to Weighted average cost of gas

Interdepartmental Sales Credit	(\$0.000028)
Annual Reconciliation of Gas Costs - January 1, 2014 to December 31, 2014	(\$0.004656)
Interim Gas Cost Reconciliation	\$0.036919
Pipeline Refunds	\$0.000000
Refund of Revenues Collected for PSC transition and Balancing Charges From SC #3, SC#5, and SC#7	(\$0.009460)
Research and Development	\$0.000610
Mendon Gate Station Heater Fuel Costs	\$0.000042

Incremental Gas Supply Charge

For the month of April 2016, and for each month thereafter, until changed, the Gas Supply Charge per therm, under Service Classification No. 1 is	\$0.325178
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Merchant Function Charge

Residential Customers	\$0.033303
Non Residential Customers	\$0.027076

Total Cost of Gas

Residential Customers	\$0.358481
Non Residential Customers	\$0.352254