

**PSC No. 18 Electricity**  
**Rochester Gas and Electric Corporation**

Initial Effective Date: March 01, 2016

Issued in compliance with order in Case No. 09-E-0717 dated September 21, 2010

Statement Type: MFC

Statement No. 67 Date: 03/01/2016

### 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.

	Small Customer \$ per kWh	Large Customer \$ per kWh
Monthly Electric Supply Cost	\$0.052369	\$0.031383
Uncollectible Factor	<u>2.791600%</u>	<u>0.368000%</u>
1 Uncollectible Charge ( Monthly Electric Supply Cost * Uncollectible Factor)	\$0.001462	\$0.000115
2 Working Capital - Purchase Power	\$0.000087	\$0.000087
3 Working Capital - Commodity Hedges	\$0.000696	-
4 Credit & Collections and Call Center	\$0.001249	\$0.001249
5 Administrative Charge	\$0.003642	\$0.003642
6 Prior Period Reconciliation	<u>\$0.000628</u>	<u>(\$0.000004)</u>
<b>Total MFC Rate per kWh</b>	<b>\$0.007764</b>	<b>\$0.005089</b>

Service Classification Nos. 1, 2, 4, and 6 will be billed the "Small Customer" MFC rate.

All Street Lighting Service Classifications ( Nos. 1, 2, and 3) will be billed the "Small Customer" MFC rate.

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

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