

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

IGSC
Statement No.109

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

The average cost of gas per therm determined on August 29, 2016 by applying rates and charges of the Company's natural gas suppliers in effect September 2016, to quantities of gas supplied to the Company during the 12 months ended December 31, 2016 is

Per Therm

Weighted Average Commodity Cost	\$0.138667
Weighted Average Demand Cost	\$0.130739
Gross Weight Average Cost of Gas	\$0.269406
Factor of Adjustment	<u>1.0044</u>
	\$0.270591
Incremental Gas Supply Cost	\$0.297650

Adjustments to Weighted average cost of gas

Interdepartmental Sales Credit	(\$0.000029)
Annual Reconciliation of Gas Costs - January 1, 2014 to December 31, 2014	(\$0.004656)
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	(\$0.009286)
Research and Development	\$0.000620
Mendon Gate Station Heater Fuel Costs	\$0.000042

Incremental Gas Supply Charge

For the month of September 2016, and for each month thereafter, until changed, the Gas Supply Charge per therm, under Service Classification No. 1 is \$0.284341

Merchant Function Charge

Residential Customers	\$0.020705
Non Residential Customers	\$0.016073

Total Cost of Gas

Residential Customers	\$0.305046
Non Residential Customers	\$0.300414