

**PSC No. 19 Electricity****Rochester Gas and Electric Corporation**

Initial Effective Date: December 01, 2015

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

Statement Type: MFC

Statement No. ~~64~~ Effective Date: 12/01/2015**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<br>Customer<br>\$ per kWh | Large<br>Customer<br>\$ per kWh |
|---|---------------------------------|---------------------------------|
| Monthly Electric Supply Cost  | \$0.040592                      | \$0.044536                      |
| Uncollectible Factor  | <u>2.791600%</u>                | <u>0.368000%</u>                |
| 1 Uncollectible Charge ( Monthly Electric Supply Cost * Uncollectible Factor) | \$0.00113300                    | \$0.00016400                    |
| 2 Working Capital - Purchase Power  | \$0.00008700                    | \$0.00008700                    |
| 3 Working Capital - Commodity Hedges  | \$0.00069600                    | -                               |
| 4 Credit & Collections and Call Center  | \$0.00124900                    | \$0.00124900                    |
| 5 Administrative Charge   | \$0.00364200                    | \$0.00364200                    |
| 6 Prior Period Reconciliation   | <u>\$ 0.000628</u>              | <u>\$ (0.000004)</u>            |
| <b>Total MFC Rate per kWh</b>   | <b>\$0.007435</b>               | <b>\$0.005138</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.