

PSC No. 16 Gas
Rochester Gas and Electric Corporation
Initial Effective Date: January 1, 2015

IGSC
Statement No.89

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 December 29, 2014 by applying rates and charges of the Company's natural gas suppliers in effect January 2015, to quantities of gas supplied to the Company during the 12 months ended November 30,2014 is

Per Therm

Weighted Average Commodity Cost		\$0.292543
Weighted Average Demand Cost		\$0.098200
	Gross Weight Average Cost of Gas	\$0.390743
	Factor of Adjustment	<u>1.0100</u>
		\$0.394650
	Incremental Gas Supply Cost	\$0.434115

Adjustments to Weighted average cost of gas

Interdepartmental Sales Credit	(\$0.000024)
Annual Reconciliation of Gas Costs - January 1, 2014 to December 31, 2014	\$0.006272
Interim Gas Cost Reconciliation	\$0.000000
Pipeline Refunds	(\$0.001120)
Refund of Revenues Collected for PSC transition and Balancing Charges From SC #3,SC#5, and SC#7	(\$0.011178)
Research and Development	\$0.000600
Mendon Gate Station Heater Fuel Costs	\$0.000137

Incremental Gas Supply Charge

For the month of January 2015, and for each month thereafter, until changed, the Gas Supply Charge per therm, under Service Classification No. 1 is	\$0.428802
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Merchant Function Charge

Residential Customers	\$0.029887
Non Residential Customers	\$0.023851

Total Cost of Gas

Residential Customers	\$0.458689
Non Residential Customers	\$0.452653