PSC No. 16 Gas Rochester Gas and Electric Corporation Initial Effective Date: March 1, 2014 GSC Statement No.134

GAS SUPPLY CHARGE

Applicable to Service Classification No. 1 and 8 of PSC No. 16 - Gas (Issued under Authority of 16 NYCRR 720-6.5)

<u>Weighted Average Cost of Gas</u> The average cost of gas per therm determined on February 26, 2014 by applying rates and charges of the Company's natural gas suppliers in effect March 2014, to quantities of gas supplied to the Company during the 12 months ended January 31, 2014 is	<u>Per Therm</u>
Weighted Average Commodity Cost Weighted Average Demand Cost Gross Weight average Cost of G Factor of Adjustment	\$0.446556 <u>\$0.107132</u> Gas \$0.553688 <u>1.0100</u> \$0.559225
Interdepartmental Sales Credit	(\$0.000045)
Annual Reconciliation of Gas Costs - January 1,2014 to Decembe	er 31, 2014 (\$0.002285)
Interim Gas Cost Reconciliation	\$0.000000
Pipeline Refunds	\$0.000000
Refund of Revenues Collected for PSC transition,Reliability and B From SC #3,SC#5, and SC#7	alancing Charges (\$0.012146)
Research and Development	\$0.000610
Mendon Gate Station Heater Fuel Costs	\$0.000235
Gas Supply Charge For the month of March 2014, and for each month thereafter, until	changed, \$0.545594
<u>Merchant Function Charge</u> Residential Customers Non Residential Customers	\$0.035814 \$0.026957
<u>Total Cost of Gas</u> Residential Customers Non Residential Customers	\$0.581408 \$0.572551

Note: Weather normalization adjustment (WNA) factors are computed on an individual customer basis. WNA factors are calculated annually for customers without adequate history and are filed with the Department of Public Service