

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

IGSC
Statement No.79

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 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

Per Therm

Weighted Average Commodity Cost	\$0.446556
Weighted Average Demand Cost	<u>\$0.107132</u>
Gross Weight Average Cost of Gas	\$0.553688
Factor of Adjustment	<u>1.0100</u>
	\$0.559225
Incremental Gas Supply Cost	\$0.699031

Adjustments to Weighted average cost of gas

Interdepartmental Sales Credit	(\$0.000045)
Annual Reconciliation of Gas Costs - January 1, 2014 to December 31, 2014	(\$0.002285)
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	(\$0.001484)
Research and Development	\$0.000610
Mendon Gate Station Heater Fuel Costs	\$0.000235

Incremental Gas Supply Charge

For the month of March 2014, and for each month thereafter, until changed, the Gas Supply Charge per therm, under Service Classification No. 1 is	\$0.696062
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Merchant Function Charge

Residential Customers	\$0.035814
Non Residential Customers	\$0.026957

Total Cost of Gas

Residential Customers	\$0.731876
Non Residential Customers	\$0.723019