Received: 07/29/2014 Status: CANCELLED Effective Date: 08/01/2014

PSC No. 16 Gas Rochester Gas and Electric Corporation Initial Effective Date: August 1, 2014 STSR Statement No.127

Small Transportation Service Rate Adjustment Statement

Applicable to Service Classification No. 5, No. 9 and 7 whose annual usage is <= 35,000 therms of PSC No. 16 - Gas

(Issued under Authority of 16 NYCRR 720-6.5)

Per Therm Unless otherwise Noted

| | SC#5 Customers |
|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------|
| Charge for City Gate Balancing Service (incl. losses) (\$/therm at Customer Meter) | \$0.000000 |
| Other Costs: A) Adjustment for Inter-Departmental Sales B) Research and Development Surcharge C) PSC Transition Cost Surcharge D) Pipeline Refund E) Mendon Gate Station Heater Fuel Costs F) Gas Reliability Surcharge | (\$0.000024) \$0.000600 \$0.000000 \$0.000000 \$0.000144 \$0.016500 |
| Total Other Costs | \$0.017220 |
| Weighted Average Cost of Stored Gas (\$/dt at storage) | \$4.298840 |
| Weighted Average Cost of Storage 1 | \$4.371700 |
| (\$/month per DT/day of assigned Maximum Daily Quantity) | |
| Weighted Average Cost of Storage 2 | \$5.508700 |
| (\$/month per DT/day of assigned Maximum Daily Quantity) | |
| Weighted Average Cost of Storage 3 | \$3.492400 |
| (\$/month per DT/day of assigned Maximum Daily Quantity) | |
| Weighted Average Cost of Storage 4 | \$0.879300 |
| (\$/month per DT/day of assigned Maximum Daily Quantity) | |