PSC No. 16 Gas Rochester Gas and Electric Corporation Initial Effective Date: August 1, 2013 IGSC Statement No.72

## 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 July 29, 2013 by applying rates and charges of the Company's natural gas suppliers in effect August 2013, to quantities of gas supplied to the Company during the 12 months ended June 30, 2013 is		<u>Per Therm</u>
Weighted Average Commodity Cost Weighted Average Demand Cost	Gross Weight Average Cost of Gas Factor of Adjustment	\$0.365339 <u>\$0.111972</u> \$0.477311 <u>1.0100</u> \$0.482084
	Incremental Gas Supply Cost	\$0.530292
Adjustments to Weighted average cost of gas		
Interdepartmental Sales Credit	Interdepartmental Sales Credit	
Annual Reconciliation of Gas Costs - January 1, 2012 to December 31, 2012		\$0.012575
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		(\$0.001538)
Research and Development		\$0.000610
Mendon Gate Station Heater Fuel Costs		\$0.000169
Incremental Gas Supply Charge For the month of August 2013, and for each month thereafter, until changed, the Gas Supply Charge per therm, under Service Classification No. 1 is		\$0.542062
Merchant Function Charge Residential Customers Non Residential Customers		\$0.050941 \$0.042890
Total Cost of Gas Residential Customers Non Residential Customers		\$0.593003 \$0.584952