

**PSC No. 18 Electricity****Rochester Gas and Electric Corporation**

Initial Effective Date: December 01, 2012

Issued in compliance with order in Case No. 09-E-0717 dated September 21, 2010

Statement Type: MFC

Statement No. 28

**Merchant Function Charge Statement**

For customers taking service under the RG&E Supply Service (RSS) rate or Hourly Pricing with supply provided by RG&E, pursuant to RG&E's Supply Service Options, General Information Section 12 of Schedule PSC No. 19 - Electricity, the following Merchant Function Charge is applicable to energy supplied [all kilowatt-hours (kWhs)] under the service classifications listed below.

	Small Customer \$ per kWh	Large Customer \$ per kWh
Monthly Electric Supply Cost	\$0.051850	\$0.048084
Uncollectible Factor	<u>2.585400%</u>	<u>0.290700%</u>
1 Uncollectible Charge ( Monthly Electric Supply Cost * Uncollectible Factor)	\$0.001341	\$0.000140
2 Working Capital - Purchase Power	\$0.000161	\$0.000161
3 Working Capital - Commodity Hedges	\$0.000022	-
4 Credit & Collections and Call Center	\$0.001220	\$0.001220
5 Administrative Charge	\$0.003757	\$0.003757
6 Prior Period Reconciliation	<u>\$0.000378</u>	<u>\$0.000357</u>
<b>Total MFC Rate per kWh</b>	<b>\$0.006879</b>	<b>\$0.005635</b>

Service Classification Nos. 1, 2, 4, and 6 will be billed the "Small Customer" MFC rate.

All Street Lighting Service Classifications ( Nos. 1, 2, and 3) will be billed the "Small Customer" MFC rate.

Service Classification Nos. 3, 7, 8 and 9 will be billed the "Large Customer" MFC rate.

For Service Classification Nos. 10, 11, and 14, the customer's otherwise applicable service classification will determine the applicable MFC.

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