Received: 10/29/2009 Status: CANCELLED Effective Date: 11/01/2009

IGSC Statement No. 26 to PSC No. 16- Gas

ROCHESTER GAS AND ELECTRIC CORPORATION

Rochester, New York

INCREMENTAL GAS SUPPLY CHARGE AND MERCHANT FUNCTION CHARGE

Effective: November 1, 2009

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

Per Therm

The average cost of gas per therm determined on October 29, 2009 by applying rates and charges of the Company's natural gas suppliers in effect November 2009, to quantities of gas supplied to the Company during the 12 months ended September 30, 2009 is

Weighted Average Commodity Cost Weighted Average Demand Cost \$0.690897 <u>\$0.111076</u> \$0.801973

Gross Weight Average Cost of Gas Factor of Adjustment

1.0147 \$0.813762

Winter Incremental Gas Supply Cost -125%

\$1.017203

Adjustments to Weighted average cost of gas

Interdepartmental Sales Credit

(\$0.000041)

Annual Reconciliation of Gas Costs - January 1,2009 to December 31, 2009

\$0.014066

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

(\$0.001500)

Research and Development

\$0.000620

Incremental Gas Supply Charge

For the month of November 2009, and for each month thereafter, until changed, the Gas Supply Charge per therm, under Service Classification No. 1 is

\$1.030348

Merchant Function Charge

\$0.037122

Total Cost of Gas

\$1.067470