Received: 12/18/2017 Status: CANCELLED

PSC No. 19 Electricity Rochester Gas and Electric Corporation

Initial Effective Date: January 01, 2018

Issued in compliance with order in Case No. 15-E-0285 dated June 15, 2016

Statement Type: MFC

Statement Noive Date: 01/01/2018

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.

	Non Demand billed	Non Demand billed	Demand billed
	(Hedged)	(Non-Hedged)	¢ nor leWh
	<u>\$ per kWh</u>	<u>\$ per kWh</u>	\$ per kWh
Monthly Electric Supply Cost	\$0.044086	\$0.037462	\$0.040211
Uncollectible Factor	2.332900%	2.332900%	0.170000%
1 Uncollectible Charge (Monthly Electric Supply Cost * Uncollectible Factor)	\$0.001028	\$0.000874	\$0.000068
2 Working Capital - Purchase Power	\$0.000155	\$0.000155	\$0.000155
3 Working Capital - Commodity Hedges	\$0.000495	-	-
4 Credit & Collections and Call Center	\$0.000632	\$0.000632	\$0.000632
5 Administrative Charge	\$0.001753	\$0.001753	\$0.001753
6 Prior Period Reconciliation	(\$0.000326)	(\$0.000001)	(\$0.000001)
Total MFC Rate per kWh	\$0.003737	\$0.003413	\$0.002607

Service Classification Nos. 1, 2 and 6 will be billed the "Non-Demand billed (hedged)" MFC rate.

All Street Lighting Service Classifications (Nos. 1, 2, and 3) will be billed the "Non-Demand billed (hedged)" MFC rate.

Service Classification Nos. 4 will be billed the "Non-Demand billed (non-hedged)" MFC rate.

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

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