

PSC No. 16 Gas  
Rochester Gas and Electric Corporation  
Initial Effective Date: January 1, 2018

IGSC  
Statement No.125

## 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

Per Therm

The average cost of gas per therm determined on December 28, 2017 by applying rates and charges of the Company's natural gas suppliers in effect January 2018, to quantities of gas supplied to the Company during the 12 months ended December 31, 2018 is

Weighted Average Commodity Cost		\$0.260591
Weighted Average Demand Cost		\$0.098211
	Gross Weight Average Cost of Gas	\$0.358802
	Factor of Adjustment	1.0044
		\$0.360381
	Incremental Gas Supply Cost	\$0.450476

### Adjustments to Weighted average cost of gas

Interdepartmental Sales Credit	(\$0.000007)
Annual Reconciliation of Gas Costs - January 1, 2017 to December 31, 2017	\$0.004973
Interim Gas Cost Reconciliation	\$0.000000
SPA adjustment - January 1, 2018 to December 31, 2018	\$0.001497
Refund of Revenues Collected for PSC transition and Balancing Charges From SC #3, SC#5, and SC#7	(\$0.007256)
Research and Development	\$0.000600
Mendon Gate Station Heater Fuel Costs	\$0.000076

### Incremental Gas Supply Charge

For the month of January 2018, and for each month thereafter, until changed, the Gas Supply Charge per therm, under Service Classification No. 1 is	\$0.450359
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### Merchant Function Charge

Residential Customers	\$0.022314
Non Residential Customers	\$0.018588

### Total Cost of Gas

Residential Customers	\$0.472673
Non Residential Customers	\$0.468947