

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

IGSC
Statement No.131

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 June 28, 2018
by applying rates and charges of the Company's natural gas suppliers
in effect July 2018, to quantities of gas supplied to the Company during
the 12 months ended December 31, 2018 is

Weighted Average Commodity Cost	\$0.241994
Weighted Average Demand Cost	\$0.103131
Gross Weight Average Cost of Gas	\$0.345125
Factor of Adjustment	<u>1.0044</u>
	\$0.346644
Incremental Gas Supply Cost	\$0.381308

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	(\$0.007305)
Research and Development	\$0.000560
Mendon Gate Station Heater Fuel Costs	\$0.000073

Incremental Gas Supply Charge

For the month of July 2018, and for each month thereafter, until changed,
the Gas Supply Charge per therm, under Service Classification No. 1 is

\$0.381099

Merchant Function Charge

Residential Customers	\$0.022682
Non Residential Customers	\$0.018024

Total Cost of Gas

Residential Customers	\$0.403781
Non Residential Customers	\$0.399123