PSC No. 16 Gas Rochester Gas and Electric Corporation Initial Effective Date: June 1, 2017 GSC Statement No.173

GAS SUPPLY 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 The average cost of gas per therm determined on May 26, 2017 by applying rates and charges of the Company's natural gas suppliers in effect June 2017, to quantities forecasted for the 12 months ended December 31,2017 is | | <u>Per Therm</u> |
|--|---|---|
| | Gross Weight average Cost of Gas Factor of Adjustment | \$0.269002 <u>\$0.098483</u> \$0.367485 <u>1.0044</u> \$0.3691019 |
| Interdepartmental Sales Credit | | (\$0.00008) |
| Annual Reconciliation of Gas Costs - January 1,2017 to December 31, 2017 | | (\$0.005579) |
| Interim Gas Cost Reconciliation | | \$0.026985 |
| Pipeline Refunds | | \$0.000000 |
| | PSC transition,Reliability and Balancing Charg From SC #3,SC#5, and SC#7 | es (\$0.007249) |
| Research and Development | | \$0.000610 |
| Mendon Gate Station Heater Fuel | Costs | \$0.000081 |
| Gas Supply Charge For the month of June 2017, and for each month thereafter, until changed, | | \$0.383942 |
| <u>Merchant Function Charge</u> Residential Customers Non Residential Customers | | \$0.018704 \$0.014733 |
| <u>Total Cost of Gas</u> Residential Customers Non Residential Customers | | \$0.402646 \$0.398675 |

Note: Weather normalization adjustment (WNA) factors are computed on an individual customer basis. WNA factors are calculated annually for customers without adequate history and are filed with the Department of Public Service