

PSC No. 19 Electricity**Rochester Gas and Electric Corporation**

Initial Effective Date: July 01, 2017

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

Statement Type: MFC

Statement No. 83
Effective Date: 07/01/2017**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 (Hedged) \$ per kWh | Non Demand billed (Non-Hedged) \$ per kWh | Demand billed \$ per kWh |
|---|---|---|-----------------------------|
| Monthly Electric Supply Cost | \$0.043029 | \$0.026572 | \$0.027556 |
| Uncollectible Factor | <u>2.332900%</u> | <u>2.332900%</u> | <u>0.170000%</u> |
| 1 Uncollectible Charge (Monthly Electric Supply Cost * Uncollectible Factor) | \$0.001004 | \$0.000620 | \$0.000047 |
| 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 | \$0.003713 | \$0.003159 | \$0.002586 |

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.