PSC No. 16 Gas Rochester Gas and Electric Corporation Initial Effective Date: July 1, 2017 GSC Statement No.174

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 June 28, 2017 by applying rates and charges of the Company's natural gas suppliers in effect July 2017, to quantities forecasted for the 12 months ended December 31,2017 is		<u>Per Therm</u>
Weighted Average Commodity C Weighted Average Demand Cost Adjustments to Weighted average cost of	Gross Weight average Cost of Gas Factor of Adjustment	\$0.188433 <u>\$0.099207</u> \$0.287640 <u>1.0044</u> \$0.2889056
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
Refund of Revenues Collected fo	r PSC transition,Reliability and Balancing Charg From SC #3,SC#5, and SC#7	ges (\$0.007328)
Research and Development		\$0.000610
Mendon Gate Station Heater Fue	el Costs	\$0.000056
Gas Supply Charge For the month of July 2017, and for each month thereafter, until changed,		\$0.303642
<u>Merchant Function Charge</u> Residential Customers Non Residential Customers		\$0.021568 \$0.018428
<u>Total Cost of Gas</u> Residential Customers Non Residential Customers		\$0.325210 \$0.322070

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