

PSC No. 16 Gas
Rochester Gas and Electric Corporation
Initial Effective Date: August 1, 2016

GSC
Statement No.163

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 July 28, 2016
by applying rates and charges of the Company's natural gas suppliers
in effect August 2016, to quantities forecasted for
the 12 months ended December 31, 2016 is

Per Therm

Weighted Average Commodity Cost	\$0.148811
Weighted Average Demand Cost	<u>\$0.127216</u>
Gross Weight average Cost of Gas	\$0.276027
Factor of Adjustment	<u>1.0100</u>
	\$0.2787873

Adjustments to Weighted average cost of gas

Interdepartmental Sales Credit	(\$0.000028)
Annual Reconciliation of Gas Costs - January 1, 2016 to December 31, 2016	(\$0.004656)
Interim Gas Cost Reconciliation	\$0.036919
Pipeline Refunds	\$0.000000
Refund of Revenues Collected for PSC transition, Reliability and Balancing Charges From SC #3, SC#5, and SC#7	(\$0.009216)
Research and Development	\$0.000620
Mendon Gate Station Heater Fuel Costs	\$0.000045

Gas Supply Charge

For the month of August 2016, and for each month thereafter, until changed,
\$0.302471

Merchant Function Charge

Residential Customers	\$0.021727
Non Residential Customers	\$0.016282

Total Cost of Gas

Residential Customers	\$0.324198
Non Residential Customers	\$0.318753

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