

PSC No. 16 Gas
 Rochester Gas and Electric Corporation
 Initial Effective Date: September 1, 2015

IGSC
 Statement No.97
 Effective Date: 09/01/2015

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 August 28, 2015
 by applying rates and charges of the Company's natural gas suppliers
 in effect September 2015, to quantities of gas supplied to the Company during
 the 12 months ended December 31,2015 is

Weighted Average Commodity Cost	\$0.144264
Weighted Average Demand Cost	\$0.117459
Gross Weight Average Cost of Gas	\$0.261723
Factor of Adjustment	<u>1.0100</u>
	\$0.264340
Incremental Gas Supply Cost	\$0.290774

Adjustments to Weighted average cost of gas

Interdepartmental Sales Credit	(\$0.000023)
Annual Reconciliation of Gas Costs - January 1, 2014 to December 31, 2014	\$0.006272
Interim Gas Cost Reconciliation	\$0.000000
Pipeline Refunds	\$0.000000
Refund of Revenues Collected for PSC transition and Balancing Charges From SC #3,SC#5, and SC#7	(\$0.009738)
Research and Development	\$0.000590
Mendon Gate Station Heater Fuel Costs	\$0.000056

Incremental Gas Supply Charge

For the month of September 2015, and for each month thereafter, until changed, the Gas Supply Charge per therm, under Service Classification No. 1 is	\$0.287931
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Merchant Function Charge

Residential Customers	\$0.030085
Non Residential Customers	\$0.024615

Total Cost of Gas

Residential Customers	\$0.318016
Non Residential Customers	\$0.312546