PSC No: 16 - Gas Rochester Gas and Electric Corporation Initial Effective Date: September 1, 2014 Issued in compliance with Order in Case 09-G-0718 dated September 21, 2010 Statement Type: DISC Statement No. 12

Purchase of ESCO Accounts Receivable (POR) Discount

Gas accounts receivable will be purchased at a discount off face value of the ESCO receivable.

Discount 3.17%

ISSUED BY: James A. Lahtinen, Vice President Rates and Regulatory Economics, Rochester, New York