

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	\$0.101806	\$0.064104	\$0.063990
Uncollectible Factor	<u>2.923700%</u>	<u>2.923700%</u>	<u>0.542600%</u>
1 Uncollectible Charge (Monthly Electric Supply Cost * Uncollectible Factor)	\$0.002977	\$0.001874	\$0.000347
2 Working Capital - Purchase Power	\$0.000309	\$0.000309	\$0.000309
3 Working Capital - Commodity Hedges	(\$0.000094)	-	-
4 Credit & Collections and Call Center	\$0.000376	\$0.000376	\$0.000376
5 Administrative Charge	\$0.000633	\$0.000633	\$0.000633
6 Prior Period Reconciliation	<u>(\$0.000243)</u>	<u>(\$0.000039)</u>	<u>(\$0.000045)</u>
Total MFC Rate per kWh	\$0.003958	\$0.003153	\$0.001620

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.