

PSC No: 16 - Gas
Rochester Gas and Electric Corporation
Initial Effective Date: September 1, 2012

Leaf No. 127.34
Revision: 6
Superseding Revision: 5

GENERAL INFORMATION

10. GENERAL RETAIL ACCESS - MULTI-RETAILER MODEL (Cont'd)

G. Gas Balancing Service (Cont'd)

Greater than 20% During the period November 1 through March 31, the average of 60% of the midpoint index prices plus variable transportation charges (commodity plus fuel) to the Company's citygates. The relevant indices and specific calculations are established in the GTOPI Manual. In addition, the ESCO will pay the Company a pro-rata share of any upstream pipeline-imposed penalties that the Company may incur as a result of the surplus imbalance.

During the period April 1 through October 31, the average of 70% of the midpoint index prices plus variable transportation charges (commodity plus fuel) to the Company's citygates. The relevant indices and specific calculations are established in the GTOPI Manual. In addition, the ESCO will pay the Company a pro-rata share of any upstream pipeline-imposed penalties that the Company may incur as a result of the surplus imbalance.

4. Daily Cashout Under Operational Flow Order (OFO) Conditions

A. Daily Imbalances during a Type I OFO:

(1) For daily deficiency imbalances during a day in which a Type I OFO is in effect, the ESCO will pay the Company for the deficiency amount for the duration of the Type I OFO as follows:

Imbalance Level

Rate per Therm of Imbalance

Between 0% and 10% The higher midpoint index prices plus maximum firm transportation charges (commodity plus fuel plus demand) to the Company's citygates. The relevant indices and specific calculations are established in the GTOPI Manual. In addition, the ESCO will pay the Company a pro-rata share of any upstream pipeline-imposed penalties that the Company may incur as a result of the deficiency imbalance.

Greater than 10% The higher of 150% of the absolute high index prices plus maximum firm transportation charges (commodity plus fuel plus demand) to the Company's citygates. The relevant indices and specific calculations are established in the GTOPI Manual. In addition, the ESCO will pay the Company a pro-rata share of any upstream pipeline-imposed penalties that the Company may incur as a result of the deficiency imbalance.

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