

PSC No: 16 - Gas
Rochester Gas and Electric Corporation
Initial Effective Date: October 17, 2009

Leaf No. 127.46.4
Revision: 0

GENERAL INFORMATION

15. DEFERRAL RECOVERY MECHANISM ("DRM")

Each month the Company will examine its deferred costs, reserve balances and reliability revenue adjustments. If at any time the combination of the Company's deferred and reserve balances exceeds \$2.0 million, positive or negative, a Deferral Recovery Mechanism adjustment will be applied in the following month.

The DRM adjustment will be applied per term to all terms delivered under PSC No. 16 Service Classification Nos. 1, 2, 3, 5, 6, 7, 8, 9, and 10.

A DRM statement setting forth the Delivery Recovery Mechanism Adjustment will be filed with the Public Service Commission on not less than three (3) day's notice.

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