PSC No: 16 - Gas Rochester Gas and Electric Corporation Initial Effective Date: August 1, 2006 Leaf No. 127.41.1 Revision: 0 Superseding Revision:

GENERAL INFORMATION

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

G. Gas Balancing Service (Cont'd)

C) S.C. No. 5, S.C. No. 7 (annual use less than 35,000 therms), and S.C. No. 9 Balancing Service (Cont'd)

6. Calculation of Daily Usage

After the close of each gas day, the Company will calculate an ETU_{Actual} based upon the Customer's load profile and the weather that actually occurred during the gas day. The Company will then aggregate the load of all Customer service points within the ESCO's Balance Control Account to arrive at the total amount of gas used by the ESCO's Balance Control Account for the gas day. This ETU_{Actual} will be compared to the ESCO's scheduled Empire nomination to determine if the gas delivered created a negative CSC measurement. If a negative CSC measurement occurs the ESCO will be subject to a cash out as set forth in Rule 10.G.(C).

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