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PSC No: 17 - Gas

Rochester Gas and Electric Corporation

Initial Effective Date: June 1, 2003

Leaf No. 110

Revision: 0

Superseding Revision:

SCHEDULE A

GAS SERVICE-POINT DISTRIBUTION SERVICE (Cont'd)

OTHER CHARGES (Cont'd)

- D. PSC Transition Cost Surcharge (Cont'd)
 - 3. Surcharge for Service Classification No. 5 Service Points (Cont'd)
 - f) The ANR portion of the PSC Transition Cost per therm is calculated by dividing the total cost associated with stranded ANR storage assets in (e), above, by the total normalized sales of gas to the following customers:
 - i) Retail Customers taking service under Service Classification No. 3 of the Distribution Provider's Schedule for Gas Service P.S.C. No. 16; and
 - ii) Retail Customers taking service under Service Classification No. 1 of the Company's Schedule for Gas Service PSC No. 16; and
 - iii) Retail Customers taking service under Service Classification No. 4 of the Company's Schedule for Gas Service PSC No. 16 who are subject to the gas cost adjustment; and
 - iv) Retail Customers being served by Distribution Customers taking service under Service Classification No. 5.
 - g) The total PSC Transition Cost Surcharge per therm is equal to the sum of the rate per therm for upstream capacity in b), above, the rate per therm for Differential recovery in d), above, and the rate per therm for ANR cost recovery in f), above.

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