

PSC No: 16 - Gas
Rochester Gas and Electric Corporation
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GENERAL INFORMATION

5. DISCONTINUANCE OF SERVICE (Cont'd)

C. DISCONTINUANCE OR CURTAILMENT OF SERVICE DUE TO SUPPLY DEFICIENCY (Cont'd)

(2) Long-Term Curtailment (Cont'd)

Service Classification No. 3 - Firm Transportation Service and Service Classification No. 5 - Comprehensive Service, Other than Residential and Human Needs Customers

Each non-utility supplier must provide to the Company a plan for curtailment for its customers and must advise the Company of what actions to take with respect to curtailment.

During long-term curtailment situations, the Company reserves the right to terminate transportation service to a customer whose supplier is not nominating and delivering supplies on that customer's behalf or otherwise has inadequate supplies to serve all of its customers' requirements.

Balancing fees, as determined by the Customer's Service Classification, will continue to apply to all volumes transported during a long-term curtailment situation.

Service Classification No. 3 - Firm Transportation Service and Service Classification No. 5 - Comprehensive Service, Residential and Human Needs Customers

Residential and human needs customers (as defined in Service Classification No. 3 - Firm Transportation Service) shall receive the same priority in long-term curtailment situations as do the Company's residential Service Classification No. 1 - General Service - customers.

To the extent that such customers take volumes in excess of nominated and delivered volumes, such customers will be charged the higher of: 1) the Company's Weighted Average Cost of Gas for the applicable month, or 2) the incremental costs of such volumes as incurred by the Company to serve these customers.

Penalties

Any Service Classification No. 1 - General Service - customer who fails to comply with the Company's long-term curtailment instructions may be charged a penalty of \$2.50 per therm on use above the customer's allowed curtailment amount. The allowed curtailment amount may be equivalent to, or a portion of, the customer's base level of usage, which is calculated by averaging the weather normalized usage for the previous three years. If the customer has less than three years' experience with the Company, the average of the available data will be used.

To the extent that transportation customers take volumes in excess of nominated and delivered volumes, the non-utility supplier serving these customers may be charged a penalty of \$2.50 per therm for such excess volumes.

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