

PSC No: 20 - Electricity
Rochester Gas and Electric Corporation
Initial Effective Date: June 1, 2003

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GENERAL INFORMATION

PART II - RULES AND REGULATIONS

2. HOW TO OBTAIN SERVICE (Cont'd)

A. QUALIFICATION AND APPLICATION (Cont'd)

(5) Creditworthiness (Cont'd)

- (e) A Distribution Customer, having submitted evidence to the Distribution Provider of the required bond rating evidence required by Uniform Business Practices, may accept prepayments from its customers.
 - (i) Satisfactory evidence shall be a sufficient bond rating from an independent rating agency for either the Distribution Customer or its parent, if the parent agrees to act as guarantor for the Distribution Customer.
 - (ii) Sufficient bond ratings are BBB from S&P, Baa2 from Moody's, or BBB from Fitch.
 - (iii) A Distribution Customer shall submit required evidence to the Distribution Provider on August 1, 2002 and on August 1 of each subsequent year.
- (f) A Distribution Customer may accept deposits from its customers if it submits evidence of the required bond rating, an irrevocable letter of credit from a financial institution with at least an A credit rating, or an escrow account with a financial institution with at least an A credit rating.
- (g) Transfer of any deposit amount from the Distribution Provider to the Distribution Customer is prohibited.

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