

PSC No: 16 - Gas
Rochester Gas and Electric Corporation
Initial Effective Date: January 1, 2005

Leaf No. 81
Revision: 2
Superseding Revision: 1

Issued in compliance with order in Cases 02-E-0198 and 02-G-0199 dated June 2, 2004

GENERAL INFORMATION

4. METERING AND BILLING (Cont'd)

K.1 INCREMENTAL LOAD RATE (ILR)

PURPOSE:

This service is designed to encourage businesses to locate or expand their facilities in the Company's service territory.

ELIGIBILITY CRITERIA:

- 1) The ILR Program is available to Prospective or Existing non-residential and non-public authority customers with SIC codes 01-14 (Agriculture, Forestry, Fishing, and Mining), 20-39 (Manufacturing), 50 (Wholesale trade – durable goods), 51 (Wholesale trade – non-durable goods), 60-67 (Finance, Insurance, and Real Estate) or 73 (Business Services) that add load by constructing a new facility, expanding an existing facility, or redeveloping an existing facility that has been vacant for at least six months.
- 2) A Prospective Customer is defined as an applicant
 - i. Whose activities are largely or entirely different in nature from those of the previous customer; or
 - ii. Whose activities are the same as those of a previous customer but who is a different owner of the business; or
 - iii. That will conduct business at a premise where business has not been conducted for at least six months prior to the application for ILR benefits; or
 - iv. That has obtained a business in a bankruptcy liquidation sale from the previous customer; and
 - v. Who qualifies for service under and in accordance with the provisions of Service Classification No. 1 – General Service, Service Classification No. 3 - Large Transportation Service, or Service Classification No. 5 - Small Transportation Service.
- 3) Prospective Customer - Any applicant that, (i) satisfies the definition of a Prospective Customer above; and (ii) satisfies the usage thresholds for additional qualifying equipment set forth below, will be deemed an eligible Prospective Customer and receive the ILR incentive, as appropriate, on the entire billed usage in the qualified blocks.

Existing Customer - Any current customer that (i) satisfies the usage thresholds for additional qualifying equipment set forth below and (ii) does not satisfy the definition of a Prospective Customer above will be deemed an eligible Existing Customer, entitled to receive an ILR incentive on increased usage in the qualified blocks above a historic monthly base load of usage established before the addition of qualifying equipment.

USAGE THRESHOLDS:

The eligible Prospective Customer or Existing Customer must add new or additional equipment for process use rated at 3.5 Therms per hour or more, or additional equipment for space conditioning use rated at 10.0 Therms per hour or more.

TERM:

The ILR incentive will be applied for a period of four years, without extension.

Effective January 1, 2009, the ILR program will terminate. Such termination will not affect customers who initiate ILR service by December 31, 2008, these customers will continue ILR service until the completion of their four year term.

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