

PSC No: 16 - Gas

Leaf No. 82

Rochester Gas and Electric Corporation

Revision: 4

Initial Effective Date: January 1, 2005

Superseding Revision: 3

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.2 ECONOMIC DEVELOPMENT ZONE RIDER****PURPOSE:**

This service is provided in cooperation with the New York State Department of Economic Development, New York State Department of Labor, the New York State Public Service Commission, and the local Empire Zone certification board, pursuant to Article 18-B of the General Municipal Law, to assist in the revitalization of economically distressed geographic areas throughout the Company's service territory.

ELIGIBILITY CRITERIA:

New service under this rider will no longer be available to customers whose zone certificate includes an initial date of eligibility after January 1, 2005.

Any customer who locates to or expands in certified Empire Zones and:

- (1) Whose use is non-residential in nature, and
- (2) 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 and
- (3) Who has been certified by the local Empire Zone Administrator, described in Article 18-B of the General Municipal Law, as being eligible for this service, and
- (4) Who has provided the Company with documentation of such certification, and
- (5) Who permanently increases their usage by at least twenty-five percent

shall be eligible to receive rates hereunder.

BILLING AND PROGRAM BENEFITS

The Company will calculate bills for service supplied under the Economic Development Zone Rider in accordance with the applicable Special Provision under Service Classification No. 1 – General Service, Service Classification No. 3 - Large Transportation Service, or Service Classification No. 5 - Small Transportation Service.

GAS SUPPLY CHARGE (GSC)

The rates set forth for Service Classification No. 1 customers under this rider shall be subject to a GSC per therm of gas supplied. The GSC shall be as determined in accordance with Rule 4.H.

MERCHANT FUNCTION CHARGE (MFC):

The customer shall be subject to an MFC, as explained in Rule 4.H. The MFC is provided in the GSC statement, as filed with the Public Service Commission each month.

INCREASE IN RATES AND CHARGES

The rates and charges under this rider, including GSC, are increased by the applicable effective aggregate percentage shown in Rule 4.I for service supplied in the municipality where the customer is taking service.

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