

PSC No: 16 - Gas
Rochester Gas and Electric Corporation
Initial Effective Date: January 1, 2005
Issued in compliance with order in Cases 02-E-0198 and 02-G-0199 dated June 2, 2004

Leaf No. 129.1
Revision: 1
Superseding Revision: 0

SERVICE CLASSIFICATION NO. 1 (Cont'd)

GENERAL SERVICE

SPECIAL PROVISIONS: (Cont'd)

1. Economic Development Program - Rate and Discounts (Cont'd)

C. Incremental Load Rate (ILR)

Any customer who meets the qualifications set forth under General Information Section 4.K.1 shall have the following discounts applied to rates for eligible usage in blocks as indicated below.

<u>Usage</u>	<u>Discounts</u>
First 3 therms or less	-
Next 97 therms, per therm	-
Next 400 therms, per therm	20%
Next 500 therms, per therm	20%
Over 1,000 therms, per them	20%

All other rates, as described above, are also applicable

2. HEAP Eligible Non-Heating Gas Customers

Service taken under this Service Classification may be eligible for special rates and charges if customers are classified as residential, are eligible for the Home Energy Assistance Program (HEAP) and do not use gas for spaceheating. Any customer who meets these qualifications as determined by the Company, shall pay for delivery service at the following rate:

<u>Usage</u>	<u>Rate</u>
First 3 therms or less	\$5.81
Next 97 therms, per therm	.17417
Next 400 therms, per therm	.16241
Next 500 therms, per therm	.14358
Over 1,000 therms, per them	.08398

All other rates, as described above, are also applicable.

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