PSC No: 16 - Gas Rochester Gas and Electric Corporation Initial Effective Date: November 3, 2004 Issued in compliance with order in Case 02-M-0515 dated August 4, 2004. Leaf No. 147.3.1 Revision: 0 Superseding Revision:

SERVICE CLASSIFICATION NO. 9

RESIDENTIAL DISTRIBUTED GENERATION GAS TRANSPORTATION SERVICE (Cont'd)

MINIMUM CHARGE:

For each service agreement, see the applicable Service Classification for the minimum charge, exclusive of transportation rate adjustment charges.

INCREASE IN RATES AND CHARGES:

The rates and charges under this Schedule, including any minimum charge, are increased by the applicable effective aggregate percentage shown in Rule 4.I for service supplied within the municipality where the Customer is taking service.

OTHER CHARGES:

A. <u>Interdepartmental Sales Credit</u> The interdepartmental sales credit shall be calculated as follows:

(1) The interdepartmental rate per dekatherm shall be defined as the equivalent alternate fuel price less \$.05 per dekatherm, but that price shall not be less than a price which is the commodity cost of purchased gas plus \$.48* per dekatherm, or greater than the average cost of purchased gas plus \$.48* per dekatherm.

* Except for gas used in the Company's gas turbine where the adder shall be \$.44 per dekatherm.

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