

PSC No: 16 - Gas  
Rochester Gas and Electric Corporation  
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## GENERAL INFORMATION

### **3. EXTENSION OF COMPANY FACILITIES TO SERVE CUSTOMER (Cont'd)**

#### **A. PROVISION OF GAS SERVICE (Cont'd)**

##### **(4) Customer Charges for Additional Facilities (Cont'd)**

###### **(a) (Cont'd)**

- (ii) The surcharge shall be reduced by 50 percent of adjusted gas revenues, but the credit shall not exceed the amount of the surcharge as determined above. Adjusted gas revenues as used herein shall be the revenues realized from the applicable service classification rates and charges less revenue taxes, the minimum charge and cost of gas (See Rule 1). The cost of gas shall be computed by multiplying the average cost of gas per unit, as used in the "Gas Supply Charge (GSC)" calculation, by the units of gas used.
- (iii) Whenever more than one customer is connected to a main extension, the surcharge shall be so adjusted that the Company shall not receive in any one calendar year a greater percentage from all customers served from the main extension than that applicable to such extension. The surcharge shall also be reasonably allocated among the customers being served from the main extension, taking into account the portion of mains and appurtenant facilities which the Company is required to provide without charge to each customer served from such facilities.
- (iv) Each surcharge shall cease:
  - (aa) Whenever the length of a main extension required to be provided without charge to all customers served from such extension shall equal or exceed the total length of such extension;
  - (bb) Whenever the total adjusted gas revenues from all customers served from a main extension shall equal or exceed 40 percent of the cost of such extension in excess of that required to be provided without charge, in each of any two consecutive calendar years; or
  - (cc) After a period of ten years following its commencement.

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