

PSC No. 16 Gas
Rochester Gas and Electric Corporation
Initial Effective Date: January 1, 2004
Issued in compliance with order in Case 02-M-0515 dated 12/3/03.

Leaf No. 135
Revision: 1
Superseding Revision: 0

SERVICE CLASSIFICATION NO. 6 (CONT'D)

**NON-RESIDENTIAL DISTRIBUTED GENERATION
FIRM GAS SALES SERVICE (CONT'D)**

INCREASE IN PRICES AND CHARGES APPLICABLE WHERE SERVICE IS SUPPLIED:

The prices and charges under this service classification, including the Minimum Charge and Gas Cost Charge, will be increased by a surcharge pursuant to General Information Section 4 of this Schedule to reflect the tax rates applicable within the municipality where the Customer takes service.

TERMS OF PAYMENT:

All bills are rendered at the above rate. A late payment charge at the rate of one and one-half percent (1 1/2%) per month shall become due and payable if payment is not made on or before the "last day to pay" date specified on the bill in accordance with the provisions of Rule 4.D.2.

TERM:

The term of this service classification shall be one (1) year with one-year renewals thereafter. Renewals will only be provided if the customer maintains at least a 50% load factor unless there are mitigating circumstances as determined by the Company. The Company shall review the customer usage annually beginning with the anniversary of the commercial operation of the customer's DG unit and advise the customer if the load factor falls below 50%. If the load factor falls below 50%, the customer will be removed from this rate for a period of 12 months at which time they may reapply, provided they have achieved a 50% load factor over the 12 month period and satisfied the Company that the 50% load factor will be met by achieving it in the last 12 months.

SPECIAL PROVISIONS:

- A. Separate service lines for DG usage and non-DG usage shall not be required. However, if existing facilities are inadequate to deliver the additional supplies, the customer shall be responsible for all incremental costs incurred by the Company. DG customers shall pay for system reinforcements pursuant to Rochester Gas and Electric's existing rules set forth in General Information Rule 3.
- B. DG customers with annual usage greater than or equal to 35,000 therms are required to pay for daily metering equipment.
- C. DG rates shall apply only to DG usage eligible for this service class. Non-DG gas use shall be measured and billed separately from this service classification.
- D. Where multiple units are installed at one location, the total size of all units metered through one meter shall govern the rates that will apply.
- E. Rates established herein are ceilings which are fixed for at least three years.

Issued by: James A. Lahtinen, Vice President, Rates & Regulatory Economics, Rochester, NY