

PSC No: 16 - Gas
Rochester Gas and Electric Corporation
Initial Effective Date: March 1, 2004
Issued under the authority of the PSC in Case Nos. 02-E-0198 and 02-G-0199, issued and effective March 7, 2003

Leaf No. 130.8
Revision: 0
Superseding Revision:

SERVICE CLASSIFICATION NO. 3

GAS SERVICE-POINT TRANSPORTATION SERVICE – S.C. NO. 3 (Cont'd):

11. Economic Development Zone Rider (Cont'd)

This service is available to an ESCO serving any Customer who locates to or expands in certified economic development zones and:

- (i) Whose use is non-residential in nature; and
- (ii) Who qualifies for service under and in accordance with the provisions of this service classification; and
- (iii) Who has been certified by the local Economic Development Zone Administrator, described in Article 18-B of the General Municipal Law, as being eligible for this service; and
- (iv) Who has provided the Company with documentation of such certification; and
- (v) Who permanently increases their usage by at least twenty-five percent.

The Company will calculate bills for service supplied under the Economic Development Zone Rider in accordance with the rates per therm listed in this Service Classification. The rates set forth under this rider shall be subject to a Transportation Rate Adjustment per therm of gas delivered, as determined in accordance with Section 7, above.

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

The Customer will pay a monthly service bill at the rates and charges under this rider for all therms in excess of a base amount established for each monthly billing period. For an existing Customer, the base amount of therms will be determined by the Company using an annual historical period. For a prospective Customer, the base amount of therms will be zero.

The rates and charges under this rider, which reflect the Company's incremental cost of providing transportation service, will be subject to periodic review and revision, subject to Public Service Commission approval. A Customer will be eligible to receive the Economic Development Zone rates until the designated ten year term expires, or until its initial certification becomes invalid. The Company reserves the right to establish means of periodically verifying the validity of a Customer's certificate.

12. Individually Negotiated Contracts

In cases where a Customer has a viable option to bypass the Company's distribution facilities, the Company may negotiate a special rate with that Customer. The rate and term shall be the subject of a special contract negotiated between the Company and the Customer. The negotiated rate shall recover all incremental costs the Company incurs in serving the Customer and shall provide a reasonable contribution to system costs. Summaries of contract information will be available in Contract Addenda contained in this tariff.

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