

PSC No: 16 - Gas
Rochester Gas and Electric Corporation
Effective Date: September 1, 2017

Leaf No. 161
Revision: 1
Superseding Revision: 0

SERVICE CLASSIFICATION NO. 16

INTERRUPTIBLE TRANSPORTATION SERVICE (Cont'd)

SPECIAL PROVISIONS – DISTILLATE FUEL CUSTOMERS:

- A. A Distillate Fuel Customer is a Customer that uses No. 2 fuel oil, diesel or kerosene.
- B. On November 1 of each year, a Distillate Fuel Customer meeting the alternate fuel requirement, as set forth in this Service Classification, is required to have an adequate supply of distillate fuel on-hand. A distillate fuel supply shall be considered on-hand and adequate if the supply is either: (a) on-site and sufficient to meet a minimum of 10 consecutive days requirements; or (b) if Customer's physical facilities are insufficient to provide for a 10 day supply, then the Customer must: (i) have a full distillate fuel tank(s); and (ii) provide verification, to the Company's satisfaction, of alternative fuel supplies, other than spot market purchase of distillate fuel that, in combination with (a), provides for a 10 day supply.
- C. The Company shall have the right at any time to inspect Customer's physical facilities to determine compliance with Special Provisions - Distillate Fuel Customers (Rule B). A Customer that refuses to permit the Company to inspect its facilities shall have one business day to allow the Company to perform its inspection. If the Customer does not allow the Company to perform its inspection in the allotted time period, the Customer shall be charged a premium as set forth in the "Price" section of this Service Classification. The premium shall be in addition to all other applicable prices and charges and shall be applied until such time as the facilities are inspected and found to be compliant.
- D. Customer's that fail to comply with the requirements of Special Provisions - Distillate Fuel Customers (Rule B) shall be assessed a premium as detailed in the "Price" section of this Service Classification.

A Customer shall be considered in non-compliance if:

- (a) the Customer refuses to allow the Company to inspect its facilities; or
 - (b) the Company inspects the Customer's facilities and determines that the Customer has failed to comply with Special Provisions - Distillate Fuel Customers (Rule B); or
 - (c) the Customer fails to comply when the Company provides notification, as set forth in Special Provisions - All Customers (Rule A).
- E. Subject to Company's discretion, any Distillate Customer may be relieved of the obligations set forth in Special Provisions - Distillate Fuel Customers (Rules B through D) if the Customer is willing to cease operation of those facilities that are subject to a notification issued in accordance with Special Provisions - All Customers (Rule A).

If a Customer under this section fails to cease operations when notified, the Customer shall immediately become subject to all the requirements otherwise applicable to Distillate Fuel Customers including, but not limited to, the failure to interrupt provisions contained in Special Provisions - All Customers (Rule A) and the retroactive application of the pricing premium, as detailed in the "Price" section of this Service Classification, until such time as full compliance, as determined by the Company, is achieved.

ISSUED BY: Joseph J. Syta, Vice President, Controller and Treasurer, Rochester, New York