

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

Leaf No. 138
Revision: 4
Superseding Revision: 3

SERVICE CLASSIFICATION NO. 7

FIRM GAS TRANSPORTATION SERVICE FOR DISTRIBUTED GENERATION FACILITIES < 50 MW
(Cont'd)

OTHER CHARGES (Cont'd)

C. Transition Cost Surcharge (Cont'd)

(1) Surcharge for Service Classification No. 7 Customers whose annual gas use is less than 35,000 therms and whose generating capacity is less than 5 MW (Cont'd)

(a) (Cont'd)

ucap = The Company's total unreleased upstream pipeline capacity less the amount of DTI FTNN and FTNNGSS capacity used for balancing Service Classification No. 3 customers under the Daily Balancing Service.

ucap\$ = The Company's total upstream pipeline capacity costs, less:

- i) Revenues achieved by the Company from releases of capacity; and
- ii) Charges associated with capacity that is either a) assigned to ESCOs through the Retail Access Capacity Program detailed in Service Classification No. 5; or b) used by the ESCO to provide retail service under Service Classification No. 1; or c) used by the Company to provide Daily Balancing Service to Service Classification No. 3 or Service Classification No. 7 customers.

(b) The total capacity cost per therm is calculated by dividing the total cost in (a), above, by the total forecasted volumes of gas delivered to the following Customers:

- i) Customers being served by ESCOs taking service under Service Classification No. 3 who converted to such service from Service Classification No. 5 or Service Classification No. 1, after November 1, 1996, excluding gas delivered to new load as defined in C.(1)(a)(i), above; and
- ii) Customers taking service under Service Classification No. 1 or Service Classification No. 6; and
- iii) Customers taking service under Service Classification No. 4, who are subject to the gas cost adjustment; and
- i) Customers being served by ESCOs taking service under Service Classification No. 5 or Service Classification No. 7.

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