PSC No. 16 Gas Rochester Gas and Electric Corporation Initial Effective Date: July 1, 2014 Leaf No.: 147.2 Revision: 9 Superseding Revision: 8

SERVICE CLASSIFICATION NO. 8

RESIDENTIAL DISTRIBUTED GENERATION FIRM GAS SALES SERVICE (Cont'd)

RATE (per month) (Cont'd):

(3) Merchant Function Charge (MFC):

The customer shall be subject to an MFC, as explained in Rule 4.H. The MFC is provided in the MFC and GSC statements, as filed with the Public Service Commission each month.

(4) Weather Normalization Adjustment (WNA):

All space-heating customers will also be charged the applicable WNA pursuant to General Information Section 11 of this tariff.

(5) System Benefits Charge (SBC):

The customer shall be subject to the SBC, as explained in Rule 12. The SBC is provided in the SBC Statement, as filed with the Public Service Commission.

SURCHARGE TO COLLECT TEMPORARY STATE ASSSESSMENT (TSAS):

All customers will be charged the Temporary State Assessment per Therm of gas delivered as explained in General Information Section 13 of PSC No. 16 – Gas, or superseding issues thereof.

INCREASE IN PRICES AND CHARGES APPLICABLE WHERE SERVICE IS SUPPLIED:

The prices and charges under this service classification, including the Minimum Charge and GSC, 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:

One year, and thereafter until discontinued upon three days' notice.

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 the Company's existing rules set forth in General Information Rule 3.
- B. 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