

PSC No: 16 - Gas
Rochester Gas and Electric Corporation
Initial Effective Date: November 1, 2007
Issued in compliance with orders in Case 06-G-0059 dated August 23, 2007

Leaf No. 127.34.1
Revision: 0
Superseding Revision:

GENERAL INFORMATION

10. GENERAL RETAIL ACCESS - MULTI-RETAILER MODEL (Cont'd)

4. Daily Cashout Under Operational Flow Order (OFO) Conditions (Cont'd)

A. Daily Imbalances during a Type I OFO (Cont'd)

(2) For deficiency imbalances during a curtailment on a day in which a Type I OFO is in effect and where the ESCO has been notified by the Company, the customer(s) of the ESCO will be curtailed in accordance with section 10.D.5.(g) of this schedule. The ESCO must continue to deliver gas for their customer(s) to the city gate.

Imbalance Level

Greater than 0%

The ESCO will be charged the higher of \$2.50 per therm, or three times the Niagara midpoint index price plus maximum firm transportation charges (commodity plus fuel plus demand) to the Mendon city gate or three times the Dominion Transmission Incorporated (DTI) Appalachia South Point midpoint index price plus maximum firm transportation charges (commodity plus fuel plus demand) to the Caledonia city gate.

(3) For daily surplus imbalances during a curtailment on a day in which a Type I OFO is in effect and where the ESCO has been notified by the Company, the customer(s) of the ESCO will be curtailed in accordance with section 10.D.5.(g) of this schedule. The ESCO must continue to deliver gas for the customer(s) to the city gate.

Imbalance Level

Greater than 0%

Rate per Therm of Imbalance

The higher of the Niagara midpoint index price plus maximum firm transportation charges (commodity plus fuel plus demand) to the Mendon city gate, or the Dominion Transmission Incorporated (DTI) Appalachia South Point midpoint index price plus maximum firm transportation charges (commodity plus fuel plus demand) to the Caledonia city gate.

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