

PSC No: 17 - Gas
Rochester Gas and Electric Corporation
Initial Effective Date: June 1, 2003

Leaf No. 77
Revision: 0
Superseding Revision:

GENERAL INFORMATION

PART II - RULES AND REGULATIONS

9. EXTENSION AND MAINTENANCE OF DISTRIBUTION PROVIDER FACILITIES (Cont'd)

A. PROVISION OF GAS SERVICE (Cont'd)

4) Distribution Customer Charges for Additional Facilities (cont'd)

a) (Continued)

- (v) Should the adjusted gas revenue from all Distribution Customers serving Retail Customers served from a main extension exceed the carrying cost of the entire extension, any surcharges (or contributions) paid by such Distribution Customers during the preceding five years shall be refunded to such Distribution Customers.
- (vi) No surcharge shall be imposed if the total adjusted distribution revenue from all Distribution Customers serving Retail Customers served from a main extension is estimated to exceed 40 percent of the actual reasonable cost of such extension in each of any two consecutive calendar years.
- (vii) In lieu of a surcharge a Distribution Customer may elect to make a cash contribution equal to the cost of the main extension that is in addition to what is required to be provided without charge under Rule 9.A.3, less an allowance equal to an estimated two years adjusted distribution revenue.
- (aa) Whenever more than one Retail Customer is initially connected to the extension, the cash contribution shall be reasonably allocated to the several Distribution Customers serving Retail Customers served from the extension.
- (bb) Should additional Retail Customers be connected to said main extension during the initial five year period from the date placed in service, a prorata refund will be made for the cost of that additional portion of main extension which the Distribution Provider would have had to provide without charge or surcharge.

(Continued on next leaf)

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