

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

Leaf No. 76
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)

- (ii) The surcharge shall be reduced by 50 percent of adjusted distribution revenues, but the credit shall not exceed the amount of the surcharge as determined above. Adjusted distribution revenues as used herein shall be the revenues realized from the applicable service classification distribution rates and charges less revenue taxes and the minimum charge.
- (iii) Whenever more than one Retail Customer is connected to a main extension, the surcharge shall be so adjusted that the Distribution Provider shall not receive in any one calendar year a greater percentage from all Distribution Customers serving Retail Customers served from the main extension than that applicable to such extension. The surcharge shall also be reasonably allocated among the Distribution Customers serving those Retail Customers being served from the main extension, taking into account the portion of mains and appurtenant facilities which the Distribution Provider is required to provide without charge to each Distribution Customer serving Retail Customers served from such facilities.
- (iv) Each surcharge shall cease:
 - (aa) Whenever the length of a main extension required to be provided without charge to all Distribution Customers serving Retail Customers served from such extension shall equal or exceed the total length of such extension; or
 - (bb) Whenever the total adjusted gas revenues from all Distribution Customers serving Retail Customers served from a main extension shall equal or exceed 40 percent of the cost of such extension in excess of that required to be provided without charge, in each of any two consecutive calendar years; or
 - (cc) After a period of ten years following its commencement.

(Continued on next leaf)

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