

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

Leaf No. 118
Revision: 0
Superseding Revision:

SCHEDULE A

GAS SERVICE-POINT DISTRIBUTION SERVICE (Cont'd)

SPECIAL PROVISIONS (Cont'd):

C. Service Classification No. 5 - Small General Service (Cont'd)

4. Small General Service Distribution Rate Adjustment Statement

Not less than three days prior to the first day of each billing period, the Distribution Provider shall file with the Public Service Commission a Statement showing the Service Classification No. 5 charges listed in items i) through v) of Special Provision C.3, above. The Statement will also list the charges per therm for Small Volume Customer Balancing Service, the Distribution Provider's Weighted Average Costs of Storage (WACOS₁, WACOS₂, WACOS₃, and WACOS₄), and Weighted Average Cost of Stored Gas (WACOSG). Such charges as are applicable may be combined for billing purposes.

5. Retailing Backout Credit

The Distribution Provider shall provide to each Distribution Customer taking service under this service classification a Backout Credit in the amount of \$3.75 per customer per month for each Service Classification No. 5 customer, except as provided for in the "Market Concentration" section, below. The total Backout Credit for the Supplier shall be calculated on the first day of each month based upon the total number of Service Classification No. 5 customers currently enrolled with the Supplier as of that date.

6. Market Concentration

In the event that more than 50 percent of the total number of Retail Customers eligible to be served by Distribution Customers under this Service Classification No. 5 are being served under that service classification, and any individual Distribution Customer taking service under this service classification achieves a market penetration level equal to or greater than:

- i) 50 percent of the Retail Customers being served by Distribution Customers under this Service Classification No. 5; or
- ii) 50 percent of the load that is being served by Distribution Customers under this Service Classification No. 5,

then such Distribution Customer shall not be eligible to receive the Backout Credit described in Special Provision C.5, "Retailing Backout Credit", above, for any Retail Customers enrolled by such Distribution Customer under this Service Classification No. 5 subsequent to the point at which such Distribution Customer exceeds the threshold in either i) or ii), above.

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