PSC No: 16 - Gas Rochester Gas and Electric Corporation Initial Effective Date: June 1, 2003 Effective: Leaf No. 39 Revision: 0 Superseding Revision:

GENERAL INFORMATION

2. HOW TO OBTAIN SERVICE (Cont'd)

F. LIMITATIONS OF SERVICE OFFER (Cont'd)

- (6) Minimum Insulation Standards for the Provision of Gas and Electric Service (Cont'd)
 - (j) <u>Penalties for Noncompliance</u>

The Company shall impose a 25 percent surcharge on any bill for electric or gas service to any dwelling which has been converted to gas heat, or any dwelling which has converted to electric space heat and which does not comply with the standards set forth in Rule 2.F.6.g.

The effective date of the surcharge rate shall be:

- (i) Immediately after notice, in the event the owner is directly responsible for the noncompliance.
- (ii) Ninety days after notice, in the event the owner has not contributed to the deficiencies. No surcharge shall be applied if the owner brings the building into compliance within 90 days.

In the event the owner is not billed for the provision of electric and gas service, no surcharges will be applied to the bills of the nonowner occupants of the dwelling. Instead, after notification to the owner that the building is not in compliance, a surcharge will be billed to the owner. The surcharge will be 25 percent of the electric and gas bills for the dwelling that is not in compliance.

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