

PSC No: 16 - Gas
Rochester Gas and Electric Corporation
Initial Effective Date: January 1, 2005
Issued in compliance with order in Cases 02-E-0198 and 02-G-0199 dated June 2, 2004

Leaf No. 129
Revision: 5
Superseding Revision: 4

SERVICE CLASSIFICATION NO. 1 (Cont'd)

GENERAL SERVICE

TERMS OF PAYMENT:

All bills are rendered at the above rate. A late payment charge of one and one-half percent (1 1/2%) per month shall become due and payable if payment is not made on or before the "last day to pay" date specified on the bill in accordance with the provisions of Rule 4.D.2.

TERM:

Except for customers who switch to this service classification from Service Classification No. 3 or Service Classification No. 5 of this tariff, service may be discontinued upon three days' written notice. Customers who switch to this service classification from Service Classification No. 3 or Service Classification No. 5 must remain on this service classification for the minimum period stated in Rule 10.C.10 of this tariff.

SPECIAL PROVISIONS:

1. Economic Development Program - Rate and Discounts

A. Economic Development Zone Rider

Any customer who meets the qualifications set forth under General Information Section 4.K.2 shall pay for delivery service at the following rate. For customers whose zone certificate includes an initial date of eligibility prior to January 1, 2005, the following natural gas rates, terms and conditions will apply to usage and growth at the customer's facility through the term of the customer's current certificate, as long as the customer's certificate remains valid.

Service taken under this Service Classification may be eligible for the rates and charges under the Economic Development Zone Rider. Any customer who meets the qualifications set forth under General Information Section 4.K.2 shall pay for delivery service at the following rate:

<u>Usage</u>	<u>Rate</u>
First 3 therms or less	\$13.50
Next 97 therms, per therm	.18967
Next 400 therms, per therm	.14327
Next 500 therms, per therm	.12665
Over 1,000 therms, per them	.09145

All other rates, as described above, are also applicable.

B. Empire Zone Rate

Any customer who meets the qualifications set forth under General Information Section 4.K.3 shall have the following discounts applied to rates for eligible usage in blocks as indicated below:

<u>Usage</u>	<u>Discounts</u>
First 3 therms or less	=
Next 97 therms, per therm	=
Next 400 therms, per therm	40%
Next 500 therms, per therm	40%
Over 1,000 therms, per them	40%

All other rates, as described above, are also applicable

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