PSC No. 16 Gas Rochester Gas and Electric Corporation Initial Effective Date: October 1, 2018 Issued in compliance with Order in Case No. 17-M-0815, dated 8/9/18. Leaf No. 135 Revision: 14 Superseding Revision: 13

SERVICE CLASSIFICATION NO. 6 (CONT'D)

NON-RESIDENTIAL DISTRIBUTED GENERATION FIRM GAS SALES SERVICE (CONT'D)

SYSTEM BENEFITS CHARGE (SBC):

The customer shall be subject to the SBC, as explained in Rule 12. The SBC is provided in the SBC Statement, as filed with the Public Service Commission.

RATE ADJUSTMENT MECHANISM ("RAM"):

The RAM shall be applied per therm to all therms delivered under this Service Classification (as explained in this schedule, General Information Rule 15). See RAM Statement.

TAX CREDIT ASSOCIATED WITH THE TAX CUTS AND JOBS ACT OF 2017:

The Tax Credit shall be applied per therm to all therms delivered under this Service Classification, (as explained in this Schedule, General Information Rule 18). See Tax Credit Statement.

INCREASE IN PRICES AND CHARGES APPLICABLE WHERE SERVICE IS SUPPLIED:

The prices and charges under this service classification, including the Minimum Charge and GSC, shall be increased by a surcharge pursuant to General Information Section 4.I of this Schedule to reflect the tax rates applicable within the municipality where the Customer takes service.

TERMS OF PAYMENT:

All bills are rendered at the above rate. A late payment charge at the rate of $1\frac{1}{2}\%$ 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:

The term of this service classification shall be one year with one-year renewals thereafter. Renewals shall only be provided if the customer maintains at least a 50% load factor unless there are mitigating circumstances as determined by the Company. The Company shall review the customer usage annually beginning with the anniversary of the commercial operation of the customer's DG unit and advise the customer if the load factor falls below 50%. If the load factor falls below 50%, the customer shall be removed from this rate for a period of 12 months at which time they may reapply, provided they have achieved a 50% load factor over the 12 month period and satisfied the Company that the 50% load factor shall be met by achieving it in the last 12 months.

SPECIAL PROVISIONS:

- A. Separate service lines for DG usage and non-DG usage shall not be required. However, if existing facilities are inadequate to deliver the additional supplies, the customer shall be responsible for all incremental costs incurred by the Company. DG customers shall pay for system reinforcements pursuant to the Company's existing rules set forth in General Information Rule 3.
- B. DG customers with annual usage greater than or equal to 35,000 therms are required to pay for daily metering equipment.
- C. DG rates shall apply only to DG usage eligible for this service class. Non-DG gas use shall be measured and billed separately from this service classification.
- D. Where multiple units are installed at one location, the total size of all units metered through one meter shall govern the rates that shall apply.

ISSUED BY: Joseph J. Syta, Vice President, Controller and Treasurer, Rochester, New York