PSC No: 19 - Electricity Rochester Gas and Electric Corporation Initial Effective Date: March 1, 2016 Issued in Compliance with Order in Case 14-E-0270 dated February 24, 2016. Leaf No. 81.1.1 Revision: 4 Superseding Revision: 3

GENERAL INFORMATION

4. METERING AND BILLING (Cont'd)

K. SURCHARGES (Cont'd)

Reliability Support Services Surcharge (RSSS)

The RSSS is a surcharge designed to recover a portion of the costs associated with the RSSA. A Reliability Support Services Agreement (RSSA) provides for third-party services to ensure that local reliability needs are met.

- A. The following applicable costs and credits, including interest, associated with the RSSA shall be tracked on a monthly basis:
 - monthly fixed payment costs; outside service and consultancy costs (i.e., costs associated with Requests For Proposals, reliability studies, and other applicable costs); applicable capital expenditures; settlement payment costs; default termination payment costs; settlement floor costs; and any other costs to ensure local reliability needs; and
 - 2. any payments or credits received by the Company for energy and ancillary service revenues; any payments or credits received by the Company for capacity revenues; capital recovery balance revenues; settlement cap revenues; and any other applicable payments or credits received by the Company (e.g., other utility payments).
- B. The RSSS is designed to collect on an annual basis \$27.0 million as set forth in the Order Adopting the Terms of a Joint Proposal, issued and effective February 24, 2016 in Case 14-E-0270. The collection amount shall be allocated to each service classification based upon the Company's 2008 transmission plant allocator. Amounts collected through the RSSS are reconciled on an annual basis.
- C. The RSSS shall be collected from each customer as follows:
 - (i) per kWh for Service Classification Nos. 1, 2, 4, and 6;
 - (ii) per kW for Service Classification Nos. 3, 7, 8, 9, 10 and 11; and
 - (iii) per As Used Demand for Service Classification No. 14.
- D. Revenues collected from the RSSS shall be reconciled with costs associated with the RSSA as described in A. above.
- E. Interest shall be accrued at the Other Customer provided Capital rate consistent with the Orders in Case 14-E-0270.
- F. A RSSS Statement setting forth the surcharges by service classification shall be filed with the Public Service Commission on not less than three days' notice. The RSSS shall be reset on an annual basis. Such statement can be found at the end of this Schedule (P.S.C. No. 19 Electricity).