PSC No: 19 - Electricity Rochester Gas and Electric Corporation Initial Effective Date: April 01, 2018 Issued in Compliance with Case 15-E-0751 and 15-E-0082 dated September 14, 2017 Statement Type: VDER-CRED Statement Number: 8 Effective Date: 04/01/2018

## FOR VALUE OF DISTRIBUTED ENERGY RESOURCES ("VDER") VALUE STACK CREDITS STATEMENT

For customers taking service under the Value Stack provision pursuant to Rule 26, Distributed Energy Resources, of Schedule PSC No. 19- Electricity, the credit shall be calculated by summing the Value Stack Components, as applicable, and multiplying the total credit by the net export net hourly injections. The credit values for the Environmental Component, Demand Reduction Value (DRV), and Locational System Relief Value (LSRV) shall be established for a project at the time the customer-generator pays 25% of the interconnection cost, or where no such payment is required, at the time the interconnection agreement is signed. The DRV shall be updated for a project pursuant to Rule 26.

Energy Component	Credit		
Average Monthly Energy Component (based on published day ahead NYISO hourly zonal LBMP energy prices) [averaged by zone]		http://www.nyiso.com/public/markets_operations/market_data/pricing_data/index.jsp	
Capacity Component			
Alternative 1 (for residential and Non- demand small commercial)	\$0.00045 per kwh	Will be filed on one days notice	
Alternative 2	\$0.06673 per kwh	Published in January Statement for June-July-August Peak production.	
Alternative 3	\$0.14 per Capacity kw	Will be filed on one days notice	
Environmental Component	\$0.02741 / kWh		
Demand Reduction Value (DRV)	\$31.92 /kW Annually		

NYISO Top Ten Peak Hours an	ıd		Based on Previous 12 months ending October.	
Peak Demand			To be filled in - with January 2018 statement.	
	From Date	From Time	MWH	
Hour 1:	09/25/17	4:00 PM	1,432.35	
Hour 2:	09/25/17	3:00 PM	1,426.30	
Hour 3:	06/12/17	4:00 PM	1,424.07	
Hour 4:	06/12/17	3:00 PM	1,421.53	
Hour 5:	09/26/17	4:00 PM	1,418.63	
Hour 6:	09/27/17	2:00 PM	1,414.05	
Hour 7:	09/26/17	3:00 PM	1,408.21	
Hour 8:	09/25/17	2:00 PM	1,408.13	
Hour 9:	07/19/17	4:00 PM	1,403.89	
Hour 10:	08/02/17	4:00 PM	1,403.52	

Locational System Relief Value (LSRV) for the following locations:	Credit	Remaining MW in LSRV Zone
Station 117 - Replace #1 Transformer Bank and convert 3 circuits to 12kV operation Circuits 2130,2131,2156,5186,5188	\$47.96 per kW Annually	1.34 MW
Station 46 - Replace #1 and #3 Transformer Banks Circuits 2548, 0583, 0584, 0261, 0262, 0297, 2507, 2508	\$9.47 per kW Annually	3.28 MW

	Market Transition Credit \$/kWh		
Tranche	S.C. No. 1	S.C. No. 2	
0/1	\$0.03829	\$0.03078	
2	\$0.03271	\$0.02557	
3	\$0.02712	\$0.02036	