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PSC No: 19 - Electricity

Rochester Gas and Electric Corporation

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SERVICE CLASSIFICATION NO. 14

STANDBY SERVICE (Cont'd)

SUPPLY SERVICE OPTIONS AVAILABLE TO CUSTOMERS (Cont'd)

2. RG&E Supply Service (RSS)

This Non-Retail Access choice includes fixed components for RG&E delivery service, a Transition Charge ("TC" or Non-Bypassable Charge ["NBC"] as described in Section 12.B.), a Bill Issuance Charge, and a commodity charge that fluctuates with the market price of electricity and consists of energy, capacity, capacity reserves, losses, unaccounted for energy, ancillary services and a NYPA Transmission Access Charge (NTAC). Electricity supply is provided by RG&E.

Delivery Rates are specified in the Delivery Charge sections of this Service Classification.

Electricity Supply Charge

Standby customers taking service under this RSS option must select from two different options for their electricity supply charge. One option is RSS, based on the customer's class deemed load shaped, as described in (a) below. The other option is Hourly Pricing, based on hourly metered usage, as described in (b) below.

- (a) For RSS, the charge for electricity supply service will fluctuate with the market price of electricity and will include the following components: energy, capacity, capacity reserves, line losses, ancillary services and a NYPA Transmission Access Charge (NTAC), a Supply Adjustment Charge, and a Merchant Function Charge. Customers will be charged for energy based on their class deemed load shape using day-ahead prices adjusted for losses. They will be charged for capacity based on their class deemed contribution to peak using the monthly NYISO capacity auction price, including an appropriate adder for capacity reserve responsibility.
- (b) Standby customers whose otherwise applicable service classification is SC No. 8 may elect to be served under the Hourly Pricing as described in detail below in Option 3

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