PSC No: 19 - Electricity Rochester Gas and Electric Corporation Initial Effective Date: December 1, 2008 Issued in Compliance with Order in Case 02-E-0198 dated May 23, 2008 Leaf No. 81.3 Revision: 2 Superseding Revision: 1

GENERAL INFORMATION

<u>4. METERING AND BILLING</u> (Cont'd)

L.1 INCREMENTAL LOAD RATE (ILR) PROGRAMS

A. INCREMENTAL LOAD RATE (con't)

INCREASE IN RATES AND CHARGES:

The rates and charges under this rider, including any adjustments, are increased by the applicable effective aggregate percentage shown in Rule 4.I for service supplied the municipality where the customer is taking service.

OTHER

A qualified customer will pay a monthly service bill at the rates and charges under this rider for all kwh in excess of a base amount of kwh established for each monthly billing period. For an Existing Customer, the base amount of kwh will be determined by the Company using an annual historical period. For a Prospective Customer, the base amount of kwh will be zero.

The rates and charges under this rider, which reflect the Company's incremental cost of providing service, will be subject to periodic review and revision, subject to Public Service Commission approval. If it is determined that the bill calculated under this rider exceeds the bill calculated under the otherwise applicable standard Service Classification rates, the customer will pay the lower of the two bills.

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