Received: 10/07/2004 Status: CANCELLED Effective Date: 01/01/2005

PSC No: 19 - Electricity

Rochester Gas and Electric Corporation

Revision: 2

Initial Effective Date: January 1, 2005

Superseding Revision: 1

Issued in compliance with order in Cases 03-E-0765, 02-E-0198, and 03-G-0766 dated May 20, 2004

SERVICE CLASSIFICATION NO. 12

POWER FOR JOBS (Cont'd)

PRICING:

The price to be paid by the customer under this Service Classification shall include the following components: NYPA charges for power, energy and transmission (including any minimum demand charge), which are to be billed by NYPA to the Company and passed on to the customer; the Company's demand charge for delivery, which shall vary by Parent Service Classification; a separate Monthly Customer Charge which shall reflect the Company's incremental billing and administrative costs associated with providing Power for Jobs service; and, to the extent that not all of the customer's electric requirements are supplied by a Power for Jobs allocation ("Non-NYPA Load"), the cost of such service that is not provided by NYPA is described below under Non-NYPA Load – Electricity Supply Pricing Options.

Power for Jobs customers shall be subject to NYPA charges, delivery charges and a monthly customer charge, as more fully described below.

Demand Exceeding the Power for Jobs Contract Demand:

To the extent that a customer's maximum billing demand for the current month exceeds its Power for Jobs Contract Demand, the customer's billing determinants shall be allocated between NYPA and the Company or the ESCO as described below in the section denominated "Load Factor Sharing." The NYPA charges described below shall apply to the NYPA Billing Demand and Energy. The non-NYPA charges shall be the Retail Access Rate or the Non-Retail Access Rate of the Parent Service Classification.

NYPA Charges:

The Company shall charge the customer for demand and energy at rates equal to those charged by NYPA to the Company for power delivered under the Power for Job program. These charges shall include the cost of transmission and ancillary services to the Company's distribution system.

Because the rates charged by NYPA to the Company may be revised by NYPA upon 30 days' prior written notice, the Company has the corresponding right to reflect such changes automatically as they occur, without prior notice to the customer. The Company shall notify the customer of any such change in the next billing for which such notification is feasible.

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