

PSC No: 20 - Electricity

Leaf No. 177.5

Rochester Gas and Electric Corporation

Revision: 1

Initial Effective Date: February 1, 2004

Superseding Revision: 0

Issued under the authority of the PSC in Case No. 02-E-0551, issued and effective January 23, 2004

### SCHEDULE A SERVICE POINT DISTRIBUTION SERVICE (Cont'd)

#### C. Phase-In and/or Designated Technology Exemption of Standby Rates

- 1) Existing Retail Customers shall take service under this Service Classification and be subject to a phase-in of these standby service rates, as discussed below, unless they make a one-time election to take service at the full standby service rates, providing thirty (30) days written notice, no later than March 1, 2004. The availability of full standby service rates is subject to the availability of interval metering, if applicable.
- 2) Designated Technology Retail Customers, who would not otherwise qualify as an Existing Retail Customer, shall take service under this Service Classification and join the standby phase-in (in progress), as discussed below, unless they make a one-time election to take service at the full standby service rates upon providing thirty (30) days written notice prior to commencing standby service, subject to the availability of interval metering, if applicable.
- 3) A Designated Technology Retail Customer, who would not otherwise qualify as an Existing Retail Customer, with a generator that is operational by May 31, 2006 has the option to make a one-time election to be permanently exempt from standby service rates rather than electing the phase-in or full standby service rates.
  - i. A Designated Technology Retail Customer whose facilities are placed in service between July 29, 2003 and February 1, 2004, must make the election to be permanently exempt no later than March 1, 2004.
  - ii. A Designated Technology Retail Customer whose facilities are placed in-service between February 1, 2004 and May 31, 2006, must make the election to be permanently exempt in writing thirty (30) days prior to commencing standby service.
- 4) Existing OSG projects that upgrade by installing designated technology components, or hybrid projects comprised in part of designated technology components, are eligible for the designated technology exemption only for the upgrade components and only if those components are separately metered

#### D. Standby Rate Phase-In

During the phase-in, the first four years in which standby rates are effective (February 2004 through January 2008) will continue to be billed at the OASC rates. The final four years of the phase-in will be billed based on the OASC rates, plus a percentage of the difference, if greater than zero, between the standby service rates and the OASC rates, where the percentage will be determined from the table set forth below:

Existing and Designated Technology Retail Customers			
Year	Beginning	Ending	Billed at:
1	February 1, 2004	January 31, 2005	OASC rates
2	February 1, 2005	January 31, 2006	OASC rates
3	February 1, 2006	January 31, 2007	OASC rates
4	February 1, 2007	January 31, 2008	OASC rates
5	February 1, 2008	January 31, 2009	OASC rates plus 25% of bill differential
6	February 1, 2009	January 31, 2010	OASC rates plus 50% of bill differential
7	February 1, 2010	January 31, 2011	OASC rates plus 75% of bill differential
8	February 1, 2011	Ongoing	Standby service rates

**4. CONTRACT DEMAND CHARGE:** The Contract Demand charge is determined by multiplying the Retail Customer's Contract Demand times the Contract Demand rate. For customers whose OASC does not require demand metering, the Contract Demand will be the appropriate fixed monthly charge stated in this Service Classification.

**5. RATE PERIODS:** On-peak hours are defined as the hours between 7:00 a.m. and 11:00 p.m., Monday through Friday. All remaining hours are defined as "off-peak" hours.

**6. SYSTEM BENEFITS CHARGE:** The rates and charges under this Service Classification are increased by the applicable System Benefits Charge rate shown in the System Benefits Charge Statement as mandated by Public Service Commission Order issued January 26, 2001.

**7. MINIMUM CHARGE:** The minimum charge per month for service under this Service Classification is the Contract Demand Charge if applicable, plus the Customer Charge as listed in Appendix A.

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