PSC No: 19 - ElectricityLeaf No. 244Rochester Gas and Electric CorporationRevision: 0Initial Effective Date: February 1, 2004Superseding Revision:In compliance with order in Case 02-E-0551, Establishing Electric Standby Rates, Issued and Effective July 29, 2003

SERVICE CLASSIFICATION NO. 14

STANDBY SERVICE (Cont'd)

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 above.

INCREASE IN RATES AND CHARGES:

The rates and charges under this Service Classification, including any adjustments and minimum charge, are increased by the applicable effective percentage shown in Rule 4.J of this Schedule for service supplied within the municipality where the Customer is taking service.

TERMS OF PAYMENT:

Bills rendered under this Service Classification are payable on receipt. A late payment charge of one and one half percent (1 1/2%) per month will be billed on all amounts not paid by the "past due" date. For additional information, see Rule 4, Metering and Billing, of this Schedule.

TERM:

A minimum of one year and thereafter until terminated by 90 days written notice.

DETERMINATION OF DEMAND:

Contract Demand:

A customer will have the option of accepting a Contract Demand established by RG&E or of establishing its own Contract Demand in accordance with this tariff. Without regard to which party sets the customer's Contract Demand, upon the occurrence of an exceedence, the Contract Demand will be ratcheted up by the amount of the exceedence.

<u>1. Company Set Contract Demand</u>

The Company set Contract Demand for an Existing Customer will be based on the peak demand of that customer over the twelve (12) months prior to the effective date that the customer takes service under these Standby Service rates, taking into consideration the contribution of additional and/or existing OSG, the addition and/or removal of equipment, and the coincidence and diversity of the customer's load. In cases where historical billing demand does not represent a reasonable Contract Demand level, the Company will confer with the customer to set an appropriate Contract Demand. Where RG&E establishes a Contract Demand for a new customer, the Contract Demand will be determined, in consultation with the customer, by assessing the nameplate rating of the equipment to be served, and projecting, through an engineering analysis, the coincidence and diversity of the new customer's load.

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