

PSC No: 19 - Electricity
Rochester Gas and Electric Corporation
Initial Effective Date: February 1, 2004
In compliance with order in Case 02-E-0551, Establishing Electric Standby Rates, Issued and Effective July 29, 2003

Leaf No. 245
Revision: 0
Superseding Revision:

SERVICE CLASSIFICATION NO. 14

STANDBY SERVICE (Cont'd)

Where a customer elects to have RG&E establish the Contract Demand, that customer shall not incur a surcharge if that Contract Demand is exceeded except as described in this tariff. A customer shall be obligated to inform RG&E in writing prior to the installation or removal of equipment, or any change in operation, that can be reasonably expected to change in a material fashion (defined as a change of more than twelve and one-half percent (12.5%)) the capacity required to deliver electricity to the customer. If the customer fails to provide such notice, and the customer exceeds the RG&E-established Contract Demand, RG&E shall have the right to include a surcharge in the customer's bill equal to the product of the applicable Contract Demand charge, the amount of the exceedence, and the number of billing periods from and including the billing period in which the customer first commenced taking Standby Service from RG&E at the understated Contract Demand, i.e., the billing period in which the customer installed the equipment or changed the operation that caused the exceedence (as demonstrated by the customer to RG&E in writing), to the billing period that includes the date of the exceedence. If the customer fails to demonstrate in writing when it installed such equipment or changed such operation, then RG&E shall apply the surcharge from the first billing period in which the customer commenced taking Standby Service from RG&E.

2. Customer Set Contract Demand

Upon prior written notice to RG&E, a customer may revise its Contract Demand upward at any time.

A customer that sets its own Contract Demand may revise its Contract Demand downward by written notice to RG&E once every twelve (12) months. The new Contract Demand level cannot be set at a level lower than the highest demand achieved in the previous twelve (12) months unless the customer demonstrates in writing to RG&E's reasonable satisfaction that electricity-consuming equipment is removed or disabled in place. RG&E shall have the right to inspect the premises of a customer upon reasonable notice and at reasonable times in order to confirm that such energy-consuming equipment has been so removed or disabled.

Where a customer elects to establish its own Contract Demand, and (a) an exceedence of more than zero percent (0%) but less than ten percent (10%) occurs, a surcharge will apply to the current monthly bill equal to twelve (12) times the sum of the monthly Contract Demand charges calculated for the excess demand, (b) an exceedence of ten percent (10%) or more but less than twenty percent (20%) occurs, a surcharge will apply to the current monthly bill equal to eighteen (18) times the sum of the monthly Contract Demand charges calculated for the excess demand, and (c) an exceedence of twenty percent (20%) or more occurs, a surcharge will apply to the current monthly bill equal to twenty-four (24) times the sum of the monthly Contract Demand charges calculated for the excess demand.

Where a new customer installs OSG, or an Existing Customer installs new OSG, during a two (2) year period commencing February 1, 2004, one exceedence in the first year of OSG operation of less than ten percent (10%) in magnitude would be excused from any surcharge. For purposes of this paragraph, the OSG shall be deemed to have commenced operation when the OSG first delivers electricity to serve the customer's load.

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