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PSC No: 19 - Electricity

Rochester Gas and Electric Corporation

Revision: 5

Initial Effective Date: May 1, 2017

Superseding Revision: 4

Issued in compliance with Orders in Case No.15-E-0302, dated February 22, 2017 and 17-M-0106 dated April 20. 2017

GENERAL INFORMATION

4. METERING AND BILLING (Cont'd)

K. SURCHARGES (Cont'd)

System Benefits Charge (SBC) (Cont'd):

B. Energy Efficiency (EE) Tracker Surcharge Rate:

The EE Tracker Surcharge Rate collects funds associated with energy efficiency programs administered by the Company that were implemented beginning on January 1, 2016. The surcharge rate shall be calculated by dividing the necessary collections by the projected sales. Necessary collections shall include:

- Annual authorized collections for Company administered programs, plus or minus any underor over-collections for prior years, and minus interest earned on prior collections. (The reconciliation for under- or over-collections for Company administered programs shall begin in 2017.)
- C. <u>Clean Energy Standard Tier 2 Maintenance Contracts and Backstop Charges</u>: The Company shall recover costs associated with The Tier 2 Maintenance Contracts and Backstop Charges (Rule 25) from all customers.

The rate shall be set annually based on expected Tier 2 Maintenance Contract costs divided by projected sales and shall include allowance for uncollectibles plus or minus any under or over-collection for the prior years. If any backstop charges are incurred during the recovery period, the Company can reset the rate during that time. The Exceptions identified in 4.K. below do not apply to this component of the SBC.

D. Exceptions:

The CEF and EE Tracker surcharges shall not apply to NYPA allocations of Recharge New York power as set forth under Rule 4.L.5.

ISSUED BY: Joseph J. Syta, Vice President, Controller and Treasurer, Rochester, New York