

PSC No: 18 - Electricity  
Rochester Gas and Electric Corporation  
Initial Effective Date: October 1, 2018  
Issued in compliance with Order in Case No. 17-M-0815, dated 8/9/18.

Leaf No. 24.5  
Revision: 0  
Superseding Revision:

#### GENERAL INFORMATION

**14. Tax Credit Associated with the Tax Cuts and Jobs Act of 2017**

The delivery rates for service that appear on a customer's bill shall be adjusted to reflect the Tax Credit for all customers. The Tax Credit rates applicable to each delivery rate shall be set forth on the statement (Tax Credit Statement or "TSS").

- A. The TSS is applicable to all customers, regardless of supplier, including customers with NYPA allocations (*e.g.*, Expansion Power, Recharge New York Power).
- B. The Company shall conduct an annual reconciliation of the Tax Credits provided to customers. The Company shall accrue carrying costs using the pre-tax weighted average cost of capital on the after tax balance.
- C. The effect of the tax credits shall be removed from "Actual Billed Delivery Service Revenue" before comparison of that revenue to the "Delivery Service Revenue Target" for each Service Classification subject to the Revenue Decoupling Mechanism (RDM).
- D. The TSS shall be filed on not less than 5 days' notice. The Statement shall set forth the credit rates to be applied. Such Statement shall be found at the end of this Schedule.

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