

PSC No: 18 - Electricity
Rochester Gas and Electric Corporation
Initial Effective Date: January 1, 2016
Issued in compliance with Commission Order in Case 07-M-0548 and 15-M-0252 dated 6/19/15

Leaf No. 11.1
Revision: 3
Superseding Revision: 0

GENERAL INFORMATION

4. METERING AND BILLING (Cont'd)

4.4 SURCHARGES (cont')

Energy Efficiency Tracker:

- (1) Each customer bill for service under Service Classification Nos. 1, 2, and 3 will be increased by multiplying all kilowatt-hours delivered by a surcharge rate (as shown in the Energy Efficiency Tracker Statement) pursuant to Commission Order Authorizing Utility-Administered Gas Energy Efficiency Portfolios for Implementation Beginning January 1, 2016, issued and effective June 19, 2015, in Cases 07-M-0548 and 15-M-0252
- (2) The surcharge will be calculated on an annual basis to collect the Company's allocated fund amounts set forth in the Orders identified above based on year-by-year projections of the following year's electric sales. Any over- or under-collections will be trued up on an annual basis.
- (3) A Energy Efficiency Tracker Statement setting forth the annual rate will be filed with the Public Service Commission on not less than three (3) days' notice. Such statement can be found at the end of this Schedule P.S.C. No. 18 - Electricity).

4.5 INCREASE IN RATES APPLICABLE IN MUNICIPALITY WHERE SERVICE IS SUPPLIED

The rates and charges for service under all service classifications, including any adjustments and minimum charge, shall be increased by the effective aggregate percentage rate based on the aggregate percentage rate of the taxes imposed on the Company's electric revenues pursuant to Sections 210 and 186-a of the Tax Law; Section 20-b of the General City Law; and Section 5-530 of the Village Law. These surcharges are subdivided into rates applicable to revenues from (1) transportation, (2) commodity and (3) net income.

The applicable aggregate percentage rate and surcharge factor shall be set forth on statements filed with the Public Service Commission. Whenever a city or village levies a new tax on the Company's gross revenue, repeals such a tax or changes the rate of such a tax, the Company will file a new statement. Every such statement shall be filed not less than fifteen business days before the date on which it is proposed to be effective, and no sooner than the date of the tax enactment to which the statement responds; shall become effective no sooner than the date when the tax enactment is filed with the Secretary of State; shall be applicable to bills subject to the tax enactments that are rendered on or after the effective date of the statement; and shall be canceled not more than five business days after the tax enactment either ceases to be effective or is modified so as to reduce the tax rate. Such statements will be duly filed with the Public Service Commission, apart from this rate schedule, and will be available to the public at Company offices at which applications for service may be made.

The effective aggregate percentage rate is computed as follows:

$$\frac{\text{tax imposed (\%)}}{1 - \text{taxes imposed (\%)}}$$

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