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PSC No: 19 - Electricity Rochester Gas and Electric Corporation Initial Effective Date: July 1, 2016 Superseding Revision: 6 Issued in compliance with Order in Case 15-E-0285, dated June 15, 2016 **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 and Bill Issuance Charge, if applicable, as listed above.

SURCHARGE TO COLLECT TEMPORARY STATE ASSESSMENT ("TSAS"):

A surcharge shall be applied to the Contract Demand Charge for each customer bill under this Service Classification to collect the Temporary State Assessment (as explained in this Schedule, General Information Section 4.K.). See TSAS Statement.

REVENUE DECOUPLING MECHANISM ("RDM"):

A customer billed at OASC as provided in this Service Classification shall be subject to a Revenue Decoupling Adjustment (as explained in this Schedule, General Information Section 7). See RDM Statement. The RDM Adjustment for the customer's OASC shall apply.

RATE ADJUSTMENT MECHANISM ("RAM"):

The RAM shall be applied per As-Used Demand delivered under this Service Classification, (as explained in in this Schedule General Information Rule 24). See RAM Statement.

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 11/2% per month shall 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 60 days written notice.

DETERMINATION OF DEMAND:

Contract Demand:

A customer shall have the option of accepting a Contract Demand established by the Company 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 shall be ratcheted up by the amount of the exceedence.

1. Company Set Contract Demand

The Company set Contract Demand for an Existing Customer shall be based on the peak demand of that customer over the 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 shall confer with the customer to set an appropriate Contract Demand. Where the Company establishes a Contract Demand for a new customer, the Contract Demand shall 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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