Effective Date: 07/01/2016

PSC No: 19 - Electricity Rochester Gas and Electric Corporation Initial Effective Date: July 1, 2016 Issued in compliance with Order in Case 15-E-0285, dated June 15, 2016 Leaf No. 85.1 Revision: 8 Superseding Revision: 7

GENERAL INFORMATION

4. METERING AND BILLING (Cont'd)

L.4 EMPIRE ZONE RATES (Cont'd)

BILLING AND PROGRAM BENEFITS

The Company shall calculate bills for service supplied under the Empire Zone Rate in accordance with the applicable Special Provision under Service Classification Nos. 3, 7, 8 or 9.

INCREASE IN RATES AND CHARGES

The rates and charges under this rider, including any adjustments, are increased by the applicable effective aggregate percentage shown in Rule 4.I for service supplied the municipality where the customer is taking service.

SUPPLY SERVICE OPTIONS

Empire Zone Rate customers may select one of the following electricity supply pricing options: ESCO Supply Service (ESS) or RG&E Supply Service (RSS).

ESCO Supply Service (ESS)

This Retail Access choice includes fixed components for the Company delivery service, a Transition Charge (Non-Bypassable Charge ["NBC"] as described in Section 12.B), and a Bill Issuance Charge, if applicable. Electricity supply is provided by an ESCO.

RG&E Supply Service (RSS)

Effective beginning January 1, 2010:

This Non-Retail Access choice includes a fixed component for the Company delivery service and a commodity charge for electricity supply that fluctuates with the market price of electricity and consists of energy, capacity, capacity reserves, losses, unaccounted for energy, ancillary service and NYPA Transmission Access Charges (NTAC) transmission project costs allocated to the Company under the NYISO tariff as approved by FERC, and Supply Adjustment Charge. Electricity supply is provided by the Company.

TRANSITION CHARGE (Non-Bypassable Charge ["NBC"])

All Empire Zone Rate customers are exempt from paying the Transition Charge (Non-Bypassable Charge ["NBC"]). For certain adjustments approved by the Commission, a separate credit shall be calculated and placed on the customer's bill.

The Empire Zone customer must choose the same Supply Service Option for its incentive load, nonincentive load, and all future Empire Zone Rate load at the facility.

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