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PSC No: 19 - Electricity

Rochester Gas and Electric Corporation

Initial Effective Date: June 1, 2016

Leaf No. 86.10

Revision: 1

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Issued in Compliance with Order in Case 14-E-0423, dated June 18, 2015

GENERAL INFORMATION

4. METERING AND BILLING (Cont'd)

R. Distribution Load Relief Program (Cont'd)

- 9. Voluntary Participation Option (Cont'd)
 - Payment for Direct Participants and Aggregators Participating in Other Programs
 Performance Payment shall not be made under this program if the Direct Participants or
 Aggregator (on behalf of its customer) receives payment for energy under any other
 demand response program (e.g., NYISO's Day-ahead Demand Reduction Program,
 NYISO's Special Case Resources Program or the Company's Commercial System Relief
 Program) during concurrent Load Relief hours. If a Direct Customer or Aggregator (on
 behalf of its customer) is enrolled in the Company's Commercial System Relief Program
 for concurrent Load Relief hours, Performance Payment shall be made through the
 Commercial System Relief Program.

10. Reservation Payment Option

a. Applicability

A Direct Participant or Aggregator shall receive a Reservation Payments if such Direct Participant or Aggregator agrees in writing to provide Load Relief for no less than four consecutive hours during each designated Load Relief Period up to six designated Load Relief Periods, during the effective Capability Period. For the seventh and subsequent designated Load Relief Periods, the Direct Participant or Aggregator shall receive Performance Payments for voluntary participation.

b. Reservation Payments

Reservation Payments per month are equal to the applicable Reservation Payment rate per kW per month multiplied by the kW of contracted Load Relief multiplied by the Performance Factor for the month. Reservation Payments shall be made under this Program independent of whether payments are made for capacity under any other program.

The Reservation Payment rate is \$3.25 per kW per month during the effective Capability period.

c. Performance Payments for Load Relief

The Company shall make a Performance Payment per kWh for the first four hours of Load Relief provided during the Load Relief Period.

The Performance Payment is \$0.15 per kWh.

d. Bonus Payment

The Company shall make a Bonus Payment per kWh for the fifth and subsequent hours of Load Relief provided during the Load Relief Period.

The Bonus Payment is \$0.30 per kWh.

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