PSC No: 19 - Electricity Rochester Gas and Electric Corporation Initial Effective Date: July 1, 2014 Leaf No. 164.4 Revision: 8 Superseding Revision: 7

SERVICE CLASSIFICATION NO. 2

GENERAL SERVICE - SMALL-USE (Cont'd)

MINIMUM CHARGE:

The minimum charge for service under this Service Classification is the monthly Customer Charge plus the Bill Issuance Charge, if applicable, as listed for each Electricity Supply Pricing Option.

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

A surcharge will be added to each customer bill for service 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"):

All customers taking service under this Service Classification will be subject to a RDM adjustment (as explained in this Schedule, General Information Section 4.K.). See RDM Statement.

MERCHANT FUNCTION CHARGE ("MFC"):

The Merchant Function Charge reflects the administrative costs of obtaining electricity supply. All customers taking supply service under this Service Classification with RG&E will be subject to a MFC charge (as explained in this Schedule, General Information Section 12). See MFC Statement.

INCREASE IN RATES AND CHARGES:

All rates and charges under this Service Classification are increased by the applicable effective percentage shown in Rule 4.J. for service supplied within the municipality where the customer is taking service.

TERM OF PAYMENT:

All bills are rendered at the above rate. A late payment charge of one and one- half percent $(1 \ 1/2\%)$ per month shall become due and payable if payment is not made on or before the "last day to pay" date specified on the bill in accordance with the provisions of Rule 4.C.2.

TERM:

Service may be discontinued upon three days' notice to the Company. A customer who transfers to the Non-Retail Access Rate from the Retail Access Rate must remain on the Non-Retail Access Rate for a minimum term of one year from the date of the transfer, unless service to the ESCO is discontinued in whole or significant part pursuant to Rule 11.D.10.