

PSC No: 19 - Electricity
Rochester Gas and Electric Corporation
Initial Effective Date: January 1, 2010

Leaf No. 246.1
Revision: 5
Superseding Revision: 4

**SERVICE CLASSIFICATION NO. 14
STANDBY SERVICE (Cont'd)**

SUPPLY SERVICE OPTIONS AVAILABLE TO CUSTOMERS:

Customers served under this Service Classification may select from two different Supply Service Options as described below. RG&E will offer a Retail Access rate choice and a Non-Retail Access rate choice.

The Retail Access choice (see below) is the ESCO Supply Service (ESS). The Non-Retail choice is the (see below) is the RG&E Supply Service (RSS).

RG&E will provide only delivery service for the Retail Access choice. Electricity supply is provided by an Energy Services Company ("ESCO").

RG&E will provide delivery service and commodity service for the Non-Retail Access choice.

ESCO Supply Service (ESS):

This Retail Access choice includes fixed components for RG&E delivery service, a Transition Charge ("TC" or Non-Bypassable Charge ["NBC"]), a Retail Access Credit of \$0.004 per kWh, and a Bill Issuance Charge. Customers that elect ESS and receive a Consolidated Bill will not be subject to the Bill Issuance Charge. An Energy Service Services Company ("ESCO") provides Electric Power Supply to the customer. RG&E provides the delivery service only.

RG&E Supply Service (RSS):

This Non-Retail Access choice includes fixed components for RG&E delivery service, a Transition Charge ("TC" or Non-Bypassable Charge ["NBC"]), a Bill Issuance Charge, and a commodity charge that fluctuates with the market price of electricity and consists of energy, capacity, capacity reserves, losses, unaccounted for energy, ancillary services and a NYPA Transmission Access Charge (NTAC). Delivery service and Electric Power Supply is provided by RG&E.

1. ESCO Supply Service (ESS)

This Retail Access choice includes fixed components for RG&E delivery service, a Transition Charge ("TC" or Non-Bypassable Charge ["NBC"]), a Retail Access Credit of \$0.004 per kWh, and a Bill Issuance Charge. Electricity supply is provided by an ESCO.

Delivery Rates, System Benefits Charge, and Retail Access Surcharge are specified in the Rates, System Benefits Charge, and Retail Access Surcharge sections, respectively, of this Service Classification.

Standby rates are designed in accordance with the methodology set forth in Case 02-E-0551, Proceeding on Motion of the Commission as to Rochester Gas and Electric Corporation's Electric Tariff Filing to Establish a New Standby Service in Accordance with Commission Order Issued October 26, 2001 in Case 99-E-1470, Order Establishing Electric Standby Rates (issued July 29, 2003) ("Standby Order"), such that RG&E will recover the requisite delivery revenue requirement and Transition Charge ("TC") revenues. The TC revenues will be collected over the contract demand and the distribution portion of the as-used demand billing determinants on an equal percentage basis.

The TC revenues applicable to standby service customers will be calculated as part of, and at the same time as, the annual calculation of TC revenues for purposes of establishing the charges applicable to the different Supply Service Options. The TC will be subject to an annual true-up.

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