

PSC No: 19 - Electricity
Rochester Gas and Electric Corporation
Initial Effective Date: November 1, 2006

Leaf No. 81.3
Revision: 1
Superseding Revision: 0

GENERAL INFORMATION

4. METERING AND BILLING (Cont'd)

L.1 INCREMENTAL LOAD RATE (ILR) PROGRAMS

A. INCREMENTAL LOAD RATE

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.

OTHER

A qualified customer will pay a monthly service bill at the rates and charges under this rider for all kwh in excess of a base amount of kwh established for each monthly billing period. For an Existing Customer, the base amount of kwh will be determined by the Company using an annual historical period. For a Prospective Customer, the base amount of kwh will be zero.

The rates and charges under this rider, which reflect the Company's incremental cost of providing service, will be subject to periodic review and revision, subject to Public Service Commission approval. If it is determined that the bill calculated under this rider exceeds the bill calculated under the otherwise applicable standard Service Classification rates, the customer will pay the lower of the two bills.

B. INCREMENTAL LOAD RATE – RETAIL TRADE PILOT (“ILR PILOT”)

PURPOSE:

This service is designed to encourage certain businesses engaged in Retail Trade to locate or expand their facilities in certain areas of the Company's service territory.

ELIGIBILITY CRITERIA:

- 1) The ILR Pilot is available to Prospective or Existing non-residential and non-public authority customers with SIC codes 52-59 (Retail Trade) that add at least 500 kilowatts of load in non-greenfield sites within existing city or village corporate limits.
- 2) A Prospective Customer is defined as an applicant
 - i. Whose activities are largely or entirely different in nature from those of the previous customer; or
 - ii. Whose activities are the same as those of a previous customer but who is a different owner of the business, or
 - iii. That will conduct business at a premise where business has not been conducted for at least six months prior to the application for ILR Pilot benefits; or
 - iv. That has obtained a business in a bankruptcy liquidation sale from the previous customer
 - v. Who qualifies for service under and in accordance with the provisions of Service Classification Nos. 3, 7, 8 and 9.
- 3) Prospective Customer - Any applicant that, (i) satisfies the definition of a Prospective Customer above; and (ii) satisfies the usage thresholds for additional qualifying equipment set forth below, will be deemed an eligible Prospective Customer and receive the ILR incentive, as appropriate, on the entire billed usage in the qualified block(s).

Existing Customer - Any current customer that (i) satisfies the usage thresholds for additional qualifying equipment set forth below and (ii) does not satisfy the definition of a Prospective Customer above, will be deemed an eligible Existing Customer, entitled to receive an ILR incentive on increased usage in the qualified block(s) above a historic monthly base load of usage established before the addition of qualifying equipment

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