Received: 09/16/2008 Status: CANCELLED Effective Date: 10/01/2008

PSC No: 18 - Electricity

Rochester Gas and Electric Corporation

Initial Effective Date: October 1, 2008

Leaf No. 26.1.1

Revision: 0

Superseding Revision:

Issued in compliance with order in Case 03-E-0765 issued and effective August 28, 2008

SERVICE CLASSIFICATION NO. 1 (Cont'd) STREET LIGHTING SERVICE

2. ESCO Option with Supply Adjustment (EOSA)

This Retail Access choice consists of the charges described under Electricity Supply Pricing Option No. 3, RG&E Fixed Price Option (FPO), a Supply Adjustment in the form of a Market Based Backout Credit ("MBBC"), and a Retail Access Credit ("RAC"). The MBBC, as described in Rule 11.C.10 of Schedule PSC 19 - Electricity, fluctuates with the market price of electricity and consists of energy, unforced capacity, unforced capacity reserves, losses and unaccounted for energy. The RAC is a fixed credit of \$0.005 per kWh. Electricity supply is provided by an ESCO.

3. RG&E Fixed Price Option (FPO)

This Non-Retail Access choice includes fixed charges for RG&E delivery service, a fixed Transition Charge (TC, as described below), a fixed commodity charge for electricity supply, and a Bill Issuance Charge. Electricity supply is provided by RG&E.

RATE: (Per Month)

Delivery Charges:

The Delivery Charges for Circuit Charge, Fixture Charge, and Lamp Charge are specified in the Delivery Charges section of this Service Classification.

System Benefits Charge:

All kilowatthours, per kWh Per SBC Statement

Renewable Portfolio Standard Charge:

All kilowatthours, per kWh Per RPS Statement, as described in Rule 4

Retail Access Surcharge:

All kilowatthours, per kWh Per RAS Statement, as described in Rule 4

Bill Issuance Charge: \$0.62

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