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PSC No: 20 - Electricity

Rochester Gas and Electric Corporation

Initial Effective Date: February 1, 2004

Leaf No. 177.2

Revision: 0

Superseding Revision:

In compliance with order in Case 02-E-0551, Establishing Electric Standby Rates, Issued and Effective July 29, 2003

SCHEDULE A SERVICE POINT DISTRIBUTION SERVICE (Cont'd)

- **A. Electrically Isolated Loads:** If a Retail Customer elects to electrically isolate and serve its load with OSG without connection to the Company's system, the isolated portion of that Retail Customer's load will not be subject to Standby Service -- provided that the Retail Customer executes a letter agreement with the Company that provides for the following:
 - 1. the Company will be entitled to inspect the electrical configuration of the OSG facilities upon a Retail Customer's request for this exemption;
 - 2. if, at any time, the Company has a reasonable concern that the Retail Customer's OSG facilities have not remained isolated from the Company's system, the Company is authorized to inspect the electrical configuration of such facilities, and the Retail Customer must cooperate with that inspection; and
 - 3. if the Company discovers, through billing data and/or the inspection of the Retail Customer's OSG facilities, that any of the electrically isolated OSG facilities have been reconnected to RG&E's system, the Company will backbill the Distribution Customer. A Contract Demand will be established by the Company and the backbill will consist of RG&E's Standby Service rates, applied back to the time of OSG interconnection to RG&E's system, and include the surcharge as set forth below in the Unauthorized OSG Interconnection by Customer section, with Late Payment Charges as applicable, set forth in the Terms of Payment section of this Service Classification.

A facility shall be considered "electrically isolated" if: (a) the electrical points of contact where interconnection with the Company could occur are separated and at least 100 feet from any other interconnected electrical service utilized by such Retail Customer, or (b) the isolated service is not within the same building or structure as any other interconnected electrical service of the Retail Customer and not housed within a common enclosure with other interconnected breakers and/or fuses of the Retail Customer. At its discretion, the Company may consider a separation of less than 100 feet between a Retail Customer's facilities and the Company's system to be electrically isolated if there are site-specific configuration circumstances warranting such a determination.

B. Compliance: A Retail Customer taking Standby Service shall comply with all federal, state and local laws, regulations, and requirements, including the requirements listed below in the Interconnection Requirements paragraphs 1 through 7.

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