

PSC No: 20 - Electricity
Rochester Gas and Electric Corporation
Initial Effective Date: February 1, 2004
In compliance with order in Case 02-E-0551, Establishing Electric Standby Rates, Issued and Effective July 29, 2003

Leaf No. 177.3
Revision: 0
Superseding Revision:

SCHEDULE A SERVICE POINT DISTRIBUTION SERVICE (Cont'd)

2. STANDBY SERVICE IS NOT APPLICABLE TO:

A1. Residential Photovoltaic Power Producing Facilities

Standby Service rates shall not apply to a residential customer with photovoltaic generation ten (10) kilowatts or less, provided such customer meets criteria for service under Residential Photovoltaic Service found in the Special Provisions of Service Classification Nos. 1 and 4.

A2. Farm Waste Generators 400kW or Less

Standby Service will not apply to a Retail Customer taking service under the Farm Waste Generators 400kW or Less option, provided such customer meets criteria for service under Rule 14 of this Schedule.

B. Emergency Generators

Standby Service rates shall not apply to Retail Customers whose only generating units are emergency generators. For the purpose of this Service Classification, a generating unit must meet each of the following two criteria to be considered an emergency generator:

1. The emergency generator is used exclusively for purposes of supplying electrical power to the Retail Customer when electrical power is not available from the Company.
2. No load is served by the emergency generator while electric service is available from the Company to the premises, except for regularly scheduled tests when the generator is required to operate under load or participation in the New York Independent System Operator's ("NYISO") Emergency Demand Response Program.

Excluding residential customers, the Retail Customer must submit a one-line diagram and specification sheet on the switch for the OSG for RG&E's review and approval. In addition, the Retail Customer must enter into a letter agreement with RG&E stating that the emergency generator will not operate in parallel with the Company's system.

The Retail Customer shall maintain an operating log for each emergency generator indicating the date, time, hours, and purpose of each operation of each such facility. This log shall be made available to the Company upon request. Failure to do so will permit the Company to (a) bill the Distribution Customer under this Service Classification for the amount of Standby Service which the Company can reasonably estimate was delivered to and/or available to the Distribution Customer during times when the Company did not charge the customer for such service due to this emergency generator exemption; and (b) establish a Contract Demand for one year, and thereafter as applicable.

C. New York Power Authority ("NYPA") Allocations

Standby Service rates shall not apply to that portion of a customer's delivery service associated with the delivery of electricity supply pursuant to applicable NYPA programs.

3. OPTIONAL STANDBY SERVICE RATE PHASE-IN IS APPLICABLE TO:

A. Existing Retail Customers

An Existing Retail Customer is defined as a Retail Customer operating OSG (including renewable, Combined Heat and Power ("CHP")), and wholesale generators (defined as companies whose primary business is the production of electricity for sale into the wholesale electricity market)) as of January 31, 2003, or who, as of that date:

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