PSC No: 19 - ElectricityLeaf No. 7Rochester Gas and Electric CorporationRevision: 1Initial Effective Date: March 1, 2004Superseding Revision: 0Issued under the authority of the PSC in Case Nos. 02-E-0198 and 02-G-0199, issued and effective March 7, 2003

GENERAL INFORMATION

PART II RULES AND REGULATIONS

1. DEFINITIONS AND ABBREVIATIONS

Aggregation: Receiving, validating and summing day-ahead forecasts for ESCOs.

Ancillary Services: Those services necessary to support the transmission of energy from generation resources to loads while maintaining reliability of the electric system. Ancillary Services are described and provided for in the NYISO (defined below).

Applicant:

<u>Residential Applicant</u>: A residential applicant is a person who requests service at a dwelling for his or her own residential use or the residential use by another person. For purposes of the Home Energy Fair Practices Act (HEFPA), a residential applicant is any person who requests service at a premises to be used as his or her residence or the residence of another person on whose behalf the person is requesting service, as defined in 16 NYCRR 11.2(a)(3).

<u>Non-residential Applicant</u>: A non-residential applicant is a person, corporation or other entity requesting service from the Company who is not a residential applicant as defined in 16 NYCRR 11.

<u>Residing Applicant</u>: A residing applicant is a person or governmental agency requesting electric service be provided where there is no service currently available, where that service will be used at a premises that will be occupied as the applicant's primary residence or, in the case of a governmental agency, occupied as a residence by an individual client.

<u>Non-residing Applicant</u>: A non-residing applicant is a developer, builder, person, partnership, association, corporation or governmental agency requesting electric service be provided where there is no service currently available, where that service will be used in a residence occupied by others.

Arrears: Charges for service for which payment has not been made more than 20 calendar days after payment was due.

Balancing and Settlement: Load Balancing and Settlement is the process of reconciling (1) scheduled deliveries of Electric Power Supply by an ESCO/DC to serve their own needs or those of Customers, to (2) total actual customer load of the ESCO or a DC's load, on an hourly basis. The NYISO provides energy imbalance service (also known as Balancing and Settlement) in accordance with the NYISO Market Services Tariff.

Business Days: Any Monday through Friday when the Company's business offices are open.

Capability Period: The periods defined by the NYISO for the purposes of determining Installed Capability requirements. The summer Capability Period includes the months of May through October. The winter Capability period includes all other months.

Capacity: The capability to generate electrical power, usually measured in Megawatts (MW).

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