PSC No: 19 - Electricity Rochester Gas and Electric Corporation Initial Effective Date: July 1, 2019 Issued in compliance with Order in Case 15-E-0751, dated May 16, 2019. Leaf No. 245 Revision: 3 Superseding Revision: 2

SERVICE CLASSIFICATION NO. 14

STANDBY SERVICE (Cont'd)

DETERMINATION OF DEMAND (Cont'd)

1. Company Set Contract Demand (Cont'd)

a. Customer With OSG (cont'd)

Where a customer elects to have the Company establish the Contract Demand, that customer shall not incur a surcharge if that Contract Demand is exceeded except as described in this tariff. A customer shall be obligated to inform the Company in writing prior to the installation or removal of equipment, or any change in operation, that can be reasonably expected to change in a material fashion (defined as a change of more 12.5%) the capacity required to deliver electricity to the customer. If the customer fails to provide such notice, and the customer exceeds the Company-established Contract Demand, the Company shall have the right to include a surcharge in the customer's bill equal to the product of the applicable Contract Demand charge, the amount of the exceedence, and the number of billing periods from and including the billing period in which the customer first commenced taking Standby Service from the Company at the understated Contract Demand, i.e., the billing period in which the customer to the Company in writing), to the billing period that includes the date of the exceedence. If the customer fails to demonstrate in writing when it installed such equipment or changed such operation, then the Company shall apply the surcharge from the first billing period in which the customer dating Standby Service from the Company.

b. Customer Without OSG and Demand Metered

The Company shall establish the Contract Demand for a demand metered customer without on-site generation that opts for the rates under this Service Classification. The Contract Demand shall be based on the peak demand of that customer over the most recent 12-month period prior to the effective date that the customer is billed the Standby rates. If there is no historical metered demand, the contract demand shall be determined, in consultation with the customer, by assessing the nameplate rating of the equipment to be served, and projecting, through an engineering analysis, the coincidence and diversity of the customer's load.

2. Customer Set Contract Demand

Upon prior written notice to the Company, a customer may revise its Contract Demand upward at any time.

A customer that sets its own Contract Demand may revise its Contract Demand downward by written notice to the Company once every 12 months. The new Contract Demand level cannot be set at a level lower than the highest demand achieved in the previous 12 months unless the customer demonstrates in writing to the Company's reasonable satisfaction that electricity-consuming equipment is removed or disabled in place. The Company shall have the right to inspect the premises of a customer upon reasonable notice and at reasonable times in order to confirm that such energy-consuming equipment has been so removed or disabled.

Where a customer elects to establish its own Contract Demand, and (a) an exceedence of more than 0% but less than 10% occurs, a surcharge shall apply to the current monthly bill equal to 12 times the sum of the monthly Contract Demand charges calculated for the excess demand, (b) an exceedence of 10% or more but less than 20% occurs, a surcharge shall apply to the current monthly bill equal to 18 times the sum of the monthly Contract Demand charges calculated for the excess demand, and (c) an exceedence of 20% or more occurs, a surcharge shall apply to the current monthly bill equal to 24 times the sum of the monthly Contract Demand charges calculated for the excess demand, and (c) an exceedence of 20% or more occurs, a surcharge shall apply to the current monthly bill equal to 24 times the sum of the monthly Contract Demand charges calculated for the excess demand.

Where a new customer installs OSG, or an Existing Customer installs new OSG, during a two year period commencing February 1, 2004, one exceedence in the first year of OSG operation of less than 10% in magnitude would be excused from any surcharge. For purposes of this paragraph, the OSG shall be deemed to have commenced operation when the OSG first delivers electricity to serve the customer's load.

ISSUED BY: Joseph J. Syta, Vice President, Controller and Treasurer, Rochester, New York Cancelled by 4 Rev. Leaf No. 245 Effective 01/01/2024