

PSC No: 18 - Electricity
Rochester Gas and Electric Corporation
Initial Effective Date: December 1, 2020
Issued in compliance with Order in Case No. 19-E-0380, dated November 19, 2020.

Leaf No. 36
Revision: 5
Superseding Revision: 4

SERVICE CLASSIFICATION NO. 1 (Cont'd)

STREET LIGHTING SERVICE

SPECIAL PROVISIONS: (Contd.)

3.C (Cont'd)

- ii) The customer must purchase a minimum of 10% of the lights that were owned by the Company within the municipality prior to any purchase(s) made under this rule, and the facilities associated with those lights, or 100 lights and their associated facilities, whichever is greater. If the customer requests purchase of a geographic area which contains slightly less than the 10% minimum, the Company shall consider such an offer, provided that there is some logical rationale for the area chosen. Notwithstanding the above, if a customer owns 70% or more of the lights originally owned by the Company prior to any purchase(s) made by the customer under this rule, any further purchase must encompass all remaining lights. If a proposed purchase of lights would reduce the amount of lights owned by the Company within the municipality to less than 15% of the lights originally owned by the Company prior to any purchase(s) made by the customer under this rule, or to less than 100 lights, completion of the proposed purchase shall be contingent upon written agreement by the customer to purchase all remaining lights within two years of the currently proposed purchase. Such written agreement shall include all terms and conditions of the sale of the remaining lights, including but not limited to the sale price and time frame of the sale. The Company may contract to sell the system in increments over an agreed upon time frame or to accept payments in installments, upon payment and other terms acceptable to the Company.
- iii) The Company shall develop an estimate of the costs that it shall incur to physically separate the system being sold from the rest of its distribution system in order for the Company to meet all applicable codes and regulations. This estimate shall not include costs that the customer may incur in order for the Customer to meet any codes and regulations that may apply to it.
- iv) Within 90 business days of a customer providing written notice to the Company of its desire to purchase its street lighting system, the Company shall respond, in writing, with the proposed purchase price. The Company shall not be required to provide a purchase price for the same street lighting facilities more than once in any 12-month period.
 - (a) Purchase Price for the Street Lighting equipment:
 - (1) The Company shall determine the purchase price for the equipment. The purchase price shall be determined based on the Net Book Value ("NBV"); plus an Administrative and General ("A&G") loader of 4.5% of NBV; and a Customer Protection Overhead ("CPO") of 15% of NBV.