PSC No: 19 - Electricity Leaf No. 160.42 Rochester Gas and Electric Corporation Revision: 1 Initial Effective Date: May 12, 2021 Superseding Revision: 0 Issued in Compliance with Order in Case No. 18-E-0138, dated July 16, 2020.

GENERAL INFORMATION

33. Electric Vehicle ("EV") Make Ready Surcharge ("EV Surcharge")

The Electric Vehicle ("EV") Make-Ready Surcharge is to recover the costs associated with the make-ready programs administered by the Company or by NYSERDA as described below.

A. Programs

1. Utility-Owned Make-Ready Work

The depreciation expense related to utility-owned make-ready work and the return, at the Company's currently authorized pre-tax cost of capital, on the average unrecovered portion of such investment net of deferred income taxes for each program year shall be recovered over a subsequent one-year period

2. Customer-Owned Make-Ready Work

Incentives paid for customer-owned make-ready work, including carrying charges calculated at the Company's currently authorized pre-tax cost of capital applied to the net-of-tax balances of such incentives and carrying charges, shall be recovered over a period of 15 years;

3. Make-Ready Implementation Costs

Implementation costs inclusive of the Fleet Assessment Service, including carrying charges calculated at the Company's currently authorized pre-tax cost of capital applied to the net-of-tax balances of such other costs and carrying charges, will be recovered over a period of 5 years.

4. Other Programs

This includes costs associated with the Environmental Justice Community Clean Vehicles Transformation Prize, Clean Personal Mobility Prize, Clean Medium- and Heavy- Duty Innovation Prize, and Medium- and Heavy- Duty Make-Ready Pilot Program. To the extent that costs in these programs are for utility-owned make-ready infrastructure, such costs will be recovered consistent with Utility-Owned Make-Ready Work as noted in (a) above. Other costs of these programs, including carrying charges calculated at the Company's currently authorized pre-tax cost of capital applied to the net-of-tax balances of such other costs and carrying charges, will be recovered over a period of 15 years.

B. Applicability

The EV Surcharge shall be collected from all customers taking service under Service Classification Nos. 1, 2, 3, 4, 7, 8, 9, 10, 11 and 14, whether receiving electricity supply from the Company or an ESCO.

- C. Costs
 - 1. Costs for the Electric Vehicle Make-Ready Programs shall be collected from all customers taking electric delivery service, except as provided in D. below, and allocated to service classifications based on delivery service revenues.
 - 2. The EV Surcharge shall be determined by dividing applicable EV Make-Ready Costs by the forecasted billed kWh or kW demand, as applicable, for the collection period.
 - 3. Recovery shall be on a per kWh basis for non-demand customers; on a per kW basis for demandbilled customers; and on a per As-Used basis for Standby customers.

ISSUED BY: Joseph J. Syta, Vice President, Controller and Treasurer, Rochester, New York