

PSC No: 19 - Electricity  
Rochester Gas and Electric Corporation  
Initial Effective Date: October 10, 2013  
Issued in Compliance with Order in Case 13-E-0232 dated September 20, 2013.

Leaf No. 160.26.1  
Revision: 8  
Superseding Revision: 7

## GENERAL INFORMATION

### 12. SUPPLY SERVICE OPTIONS (Cont'd)

#### B. Transition Charge (Non-Bypassable Charge or ["NBC"])

##### 1. Calculation of the Transition Charge (Non-Bypassable Charge ["NBC"]) (Cont'd):

The components of the Transition Charge will be set monthly based on a forecast and subject to a monthly true-up for all components based on the actual after-the-fact costs and load subject to the NBC.

- a. Variable costs of RG&E owned generation
- b. Transmission-related costs and revenues,
- c. The value of the output of the RG&E-owned generation;
- d. The net value of NYPA and Ginna purchased power contracts. The net value will be based on a forecast of the output and contract costs, and market prices;
- e. Monthly payments received by the Company from NYPA under the Recharge New York Residential Consumer Discount Program (New York Public Authorities Law § 1005(13-b));
- f. Any remaining over- or under-collections from the Retail Access Surcharge;
- g. Any Public Service Commission approved adjustments.

Effective December 1, 2011, pursuant to the Order in Case 01-E-0011, issued and effective October 26, 2001, the purchased power contract with the new owner of the nuclear generating plant previously co-owned by the Company will convert to a Revenue Sharing Agreement (RSA).

Any applicable payments received under the RSA for a contract quarter will be refunded to customers beginning in the calendar month following the month in which the payment is received. Such payments will be refunded to customers over three consecutive months. An allowance for carrying charges at the other customer deposit rate in effect at the time of the payment will also be included.

All service classes will pay the same charge on a volumetric basis, except residential customer classes who will also receive the benefits, if any, of NYPA purchased power and monthly payments received by the Company from NYPA under the Recharge New York Residential Consumer Discount Program (New York Public Authorities Law § 1005(13-b)), consistent with any RG&E contracts with NYPA for such purchased power and/or monthly payments.

All items collected through the NBC will be reconciled and true-up monthly. The credits or charges related to the reconciliation will be included in a subsequent monthly NBC.

##### 2. Transition Charge (TC) Statement:

A Transition Charge ("TC") Statement setting forth the Transition Charge (NBC) will be filed with the Public Service Commission on not less than one (1) day's notice.

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