

Effective Date: 07/21/2016

PSC No: 19 - Electricity
 Rochester Gas and Electric Corporation
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GENERAL INFORMATION

21. COMPLIANCE WITH DIRECTIVES OF THE NEW YORK INDEPENDENT SYSTEM OPERATOR ("NYISO")

Compliance with directives of the New York Independent System Operator (NYISO) shall, without limitation by reason of specification, constitute a circumstance beyond the control of the Company for which the Company shall not be liable; provided, however, that the Company shall not be absolved from any liability to which it may otherwise be subject for negligence in the manner in which it carries out the NYISO's instructions. (See Rule 6.A.)

Without limiting the generality of the foregoing, the Company may, without liability therefore, interrupt, reduce or impair service to any Customer or Customers in the event of an emergency threatening the integrity of its system, or any other systems with which it is directly or indirectly interconnected, if in its sole judgment or that of the NYISO (Rule 6.A.2), such action shall prevent, alleviate or reduce the emergency condition, for such period of time as the Company, or said NYISO, deems necessary.

22. COMPLIANCE WITH DISCONTINUANCE DIRECTIVES FROM THE NEW YORK STATE DEPARTMENT OF TRANSPORTATION (DOT):

The Company is required to discontinue electric service to illuminated outdoor advertising signs, displays, or devices which have been declared illegal by the DOT under Section 88(8) of the Highway Law.

The DOT shall reimburse the Company for the full cost, as defined hereunder in Rule 4.E. – Charges for Special Services, of terminating service to the subject sign, display or device.

Prior to discontinuance the Company must receive from the DOT a written notification and request for discontinuance of service, signed by an authorized DOT official, stating that the sign display or device has been declared a public nuisance, its owner has received 30 days' written notice to remove or conform it with the provisions of Section 88 and that the determination of DOT has not been stayed, modified or revoked. The DOT must also include in its written notification to the Company the anticipated removal date of the subject sign, display or device, and allow the Company up to 15 days following its receipt of written notice to effect the discontinuance of service.

The Company shall discontinue service under this provision only if there shall be no adverse effect on electric service supplied for any other purpose.

23. RATE ADJUSTMENT MECHANISM ("RAM")

1. Applicable To:

The RAM shall be applied per kilowatt-hour to all kilowatt-hours delivered under Service Classification Nos. 1, 2, 3, 4, 6, 7, 10, 11, and 14 (excluding kWh supplied by NYPA).

2. Calculation:

- a. At the end of each calendar year, the Company shall examine its deferred costs, reserve balances and reliability revenue adjustments.
- b. If the Company's major storm balance exceeds \$10 million, a Rate Adjustment Mechanism ("RAM") shall be implemented on July 1 the following calendar year.
- c. For all other regulatory assets and liabilities, if the combination of the Company's deferred and reserve balances exceeds \$10 million, positive or negative, a Rate Adjustment Mechanism ("RAM") shall be implemented on July 1 the following calendar year.

3. The impact of the RAM shall be limited to 10% of the Company's delivery revenues. Any remaining balance would continue to be deferred and roll forward to the following calendar year's calculation.

4. A RAM statement setting forth the Rate Adjustment Mechanism shall be filed with the Public Service Commission on not less than 30 day's-notice to be effective July 1. Such statement can be found at the end of this Schedule.

24. DISTRIBUTION SYSTEM PLATFORM PROVIDER (DSP) PRODUCTS AND SERVICES

Fees shall be established by the Company for providing products and services upon request, in addition to the supplying of electric service.

The terms and conditions for the fees for products and services provided by the Company shall be set forth on the Distribution System Platform Provider Products and Services Statement (DSP Statement) and are applicable to the customer or entity requesting or purchasing the service.

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