

**"Balance of the ESRM"
Rule 46.3.2 and Rule 46.3.3**

Dollar Reconciliations		Cost Month January 2015					
1	Rule 46.3.3.1 Actual Electricity Supply Costs	\$	84,047,796.05				
Actual Net Market Value (OMVC) of Self-Reconciling Mechanisms and Adjustments							
2	Actual OMVC of Legacy Hedges (excluding NYPA R&D Contracts)	\$	3,330,991.66				
3	Actual OMVC of Nine Mile 2 RSA Agreement	\$	-				
4	Actual OMVC of NYPA R&D Contracts	\$	(493,504.45)				
5	Actual OMVC of New Hedges	\$	5,782,688.45				
6	Subtotal	\$	8,620,175.66				
7	Actual Market Cost of Electricity Supply (Line 1 minus Line 6)	\$	75,427,620.39				
8	Rule 46.1 ESCost Revenue from All Commodity Customers	\$	94,268,415.92				
9	Balance of the ESRM (Line 7 minus Line 8)	\$	(18,840,795.53)				
Rule 46.3.2 Mass Market Adjustment							
	Service Classification	ISO Zone (Subzone#)					
		Forecast Commodity Rate	Actual Commodity Rate				
			Actual Hedged Sales Volumes (kWh)				
			Mass Market Adjustment				
10	S.C. No. 1	A - West (1)	0.07378	0.05414	200,118,092	\$	(3,930,319.33)
11		B - Genesee (29)	0.07731	0.05428	70,047,310	\$	(1,613,189.55)
12		C - Central (2)	0.08007	0.05660	174,923,793	\$	(4,105,461.42)
13		D - North (31)	0.07369	0.05199	15,865,911	\$	(344,290.27)
14		E - Mohawk V (3)	0.08213	0.05824	123,580,072	\$	(2,952,327.92)
15		F - Capital (4)	0.10056	0.08172	294,693,554	\$	(5,552,026.56)
16	S.C. No. 2ND	A - West (1)	0.07368	0.05500	7,587,919	\$	(141,742.33)
17		B - Genesee (29)	0.07728	0.05509	2,448,788	\$	(54,338.61)
18		C - Central (2)	0.08010	0.05742	6,974,439	\$	(158,180.28)
19		D - North (31)	0.07362	0.05270	623,168	\$	(13,036.67)
20		E - Mohawk V (3)	0.08222	0.05905	5,079,696	\$	(117,696.56)
21		F - Capital (4)	0.10085	0.08324	12,583,858	\$	(221,601.74)
22	Sum Lines 10 through Line 21					\$	(19,204,211.22)
23	Rule 46.3.3 Supply Service Adjustment (Line 9 minus Line 22)					\$	363,415.69
24	'Balance of the ESRM' plus Sales Reconciliation, calculated for January 2015 Billing					\$	288,468.73
25	'Balance of the ESRM' Billed in January 2015					\$	303,450.01
26	Balance of the ESRM Sales Reconciliation for March 2015 billing (Line 24 minus Line 25)					\$	(14,981.28)

Rate Calculations		Billing Month March 2015	
27	Forecast Total Commodity Sales for Billing Month (kWh)		1,141,864,250
28	Supply Service Adjustment factor for all Commodity Customers ((Line 23 / Line 27)		0.000318
29	Balance of the ESRM Reconciliation Factor (Line 26/ Line 27)		(0.000013)
Balance of the ESRM Rates (\$/kWh)			
30	Unhedged & MHP customers (Line 28 + Line 29)		0.000305
Balance of the ESRM Rates SC-1 and SC-2ND Customers(\$/kWh):			
		Forecast Commodity Sales for Billing Month	Mass Market Adjustment Factor
			Supply Service Adj Factor
			Balance of the ESRM Reconciliation Factor
			Balance of the ESRM rates (\$/kWh)
31	S.C. No. 1	A - West (1)	178,347,281
32		B - Genesee (29)	62,426,876
33		C - Central (2)	155,893,865
34		D - North (31)	14,139,861
35		E - Mohawk V (3)	110,135,818
36		F - Capital (4)	262,633,895
37	S.C. No. 2ND	A - West (1)	7,818,895
38		B - Genesee (29)	2,523,329
39		C - Central (2)	7,186,741
40		D - North (31)	642,137
41		E - Mohawk V (3)	5,234,322
42		F - Capital (4)	12,966,910
			819,949,928

New Hedge Adjustment
Rule 46.3.1**Portfolio Zones A-E**

	<u>January 2015</u>	<u>March 2015</u>
1 Forecast Net Market Value (OMVC) of New Hedges		\$ 459,610.08
2 Actual Net Market Value (OMVC) of New Hedges	\$ 5,549,399.93	
3 Prior New Hedge Adjustment reconciliation calculated for January 2015 Billing	<u>\$ 1,338,491.01</u>	
4 Intended Billing (Line 2 + Line 3)	\$ 6,887,890.94	
5 New Hedge Adjustment Billed Revenue	\$ (3,061,284.64)	
6 Reconciliation of Billed Revenue (Line 4 - Line 5)		<u>\$ 9,949,175.58</u>
7 New Hedge Adjustment for March 2015 Billing (Line 1 + Line 6)		\$ 10,408,785.66
		Billing Month
		March 2015
8 Forecast SC-1 and SC-2ND Commodity Sales in Billing Month (kWh)		544,349,124
9 New Hedge Adjustment (Line 7/ Line 8)		\$ 0.019122

Portfolio Zone F

	<u>January 2015</u>	<u>March 2015</u>
10 Forecast Net Market Value (OMVC) of New Hedges		\$ (485,261.08)
11 Actual Net Market Value (OMVC) of New Hedges	\$ 233,288.52	
12 Prior New Hedge Adjustment reconciliation calculated for January 2015 Billing	<u>\$ 651,942.91</u>	
13 Intended Billing (Line 11 + Line 12)	\$ 885,231.43	
14 New Hedge Adjustment Billed Revenue	\$ (3,820,982.88)	
15 Reconciliation of Billed Revenue (Line 13 - Line 14)		<u>\$ 4,706,214.31</u>
16 New Hedge Adjustment for March 2015 Billing (Line 10 + Line 15)		\$ 4,220,953.23
		Billing Month
		March 2015
17 Forecast SC-1 and SC-2ND Commodity Sales in Billing Month (kWh)		275,600,805
18 New Hedge Adjustment (Line 16/ Line 17)		\$ 0.015315

Legacy Transition Charge
Rule 46.2
 (exclusive of the Rule 46.2.6 NYPA Benefit)

	<u>January 2015</u>	<u>March 2015</u>
1 Forecast Net Market Value (OMVC) of Legacy Hedges		\$ 3,600,503.44
2 Scheduled Nine Mile 2 RSA Credit		\$ -
3 Actual Net Market Value (OMVC) of Legacy Hedges	\$ 3,330,991.66	
4 Nine Mile 2 RSA Credit	\$ -	
5 Prior LTC reconciliation calculated for January 2015 Billing	<u>\$ (1,491,770.49)</u>	
6 Intended Billing (Line 3 + Line 4 + Line 5)	\$ 1,839,221.17	
7 Legacy Transition Charge Billed Revenue	\$ 262,239.56	
8 Reconciliation of Billed Revenue (Line 6 - Line 7)		<u>\$ 1,576,981.61</u>
9 Legacy Transition Charge for March 2015 Billing (Line 1 + Line 2 + Line 8)		\$ 5,177,485.05
<u>Rate Calculation</u>		<u>Billing Month</u>
		<u>March 2015</u>
10 Forecast Total Delivery Sales in Billing Month (kWh) *		2,492,370,145
11 Legacy Transition Charge (Line 9/ Line 10)		\$ 0.002077

* exclusive of NYPA Replacement & Expansion Power, High Load Factor Power, Preservation Power, Empire Zone Rider and Excelsior Jobs Program loads

Nine Mile 2 Revenue Sharing Agreement
Rule 46.2.7
Record of Quarterly Payments and Calculation of Interest on Deferred RSA Credits

Billing Month	Beginning Balance	RSA Collection from Constellation	Credit of Prior Month Interest	Credit One-Third RSA Collection	Interest Credited In Advance	TOTAL RSA CREDIT	Monthly Activity	Balance for Interest Calc	Customer Deposit Rate (Annual)	Customer Deposit Rate (Monthly)	Current Month Earned Interest	Ending Balance
(A)	(B)	(C)	(D)	(E)	(F)	(G)	(H)	(I)	(J)	(K)	(L)	
Jan-13	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.35%	0.03%	\$0.00	\$0.00
Feb-13	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.35%	0.03%	\$0.00	\$0.00
Mar-13	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.35%	0.03%	\$0.00	\$0.00
Apr-13	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.35%	0.03%	\$0.00	\$0.00
May-13	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.35%	0.03%	\$0.00	\$0.00
Jun-13	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.35%	0.03%	\$0.00	\$0.00
Jul-13	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.35%	0.03%	\$0.00	\$0.00
Aug-13	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.35%	0.03%	\$0.00	\$0.00
Sep-13	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.35%	0.03%	\$0.00	\$0.00
Oct-13	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.35%	0.03%	\$0.00	\$0.00
Nov-13	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.35%	0.03%	\$0.00	\$0.00
Dec-13	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.35%	0.03%	\$0.00	\$0.00
Jan-14	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	1.25%	0.10%	\$0.00	\$0.00
Feb-14	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	1.25%	0.10%	\$0.00	\$0.00
Mar-14	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$8,518,453.44	\$4,259,226.72	1.25%	0.10%	\$4,411.48	\$8,522,864.92
Apr-14	\$8,522,864.92	\$0.00	(\$4,411.48)	(\$2,839,484.48)	\$0.00	(\$2,843,895.96)	(\$2,843,895.96)	\$7,100,916.94	1.25%	0.10%	\$7,354.75	\$5,686,323.71
May-14	\$5,686,323.71	\$0.00	(\$7,354.75)	(\$2,839,484.48)	\$0.00	(\$2,846,839.23)	(\$2,846,839.23)	\$4,262,904.10	1.25%	0.10%	\$4,415.29	\$2,843,899.77
Jun-14	\$2,843,899.77	\$9,887,451.47	(\$4,415.29)	(\$2,839,484.48)	\$0.00	(\$2,843,899.77)	\$7,043,551.70	\$6,365,675.62	1.25%	0.10%	\$6,593.22	\$9,894,044.69
Jul-14	\$9,894,044.69	\$0.00	(\$6,593.22)	(\$3,295,817.16)	\$0.00	(\$3,302,410.38)	(\$3,302,410.38)	\$8,242,839.50	1.25%	0.10%	\$8,537.49	\$6,600,171.80
Aug-14	\$6,600,171.80	\$0.00	(\$8,537.49)	(\$3,295,817.16)	\$0.00	(\$3,304,354.65)	(\$3,304,354.65)	\$4,947,994.48	1.25%	0.10%	\$5,124.87	\$3,300,942.02
Sep-14	\$3,300,942.02	\$0.00	(\$5,124.87)	(\$3,295,817.16)	\$0.00	(\$3,300,942.02)	(\$3,300,942.02)	\$0.00	1.25%	0.10%	\$0.00	\$0.00
Oct-14	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	1.25%	0.10%	\$0.00	\$0.00
Nov-14	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	1.25%	0.10%	\$0.00	\$0.00
Dec-14	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	1.25%	0.10%	\$0.00	\$0.00
Jan-15	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.00%	0.00%	\$0.00	\$0.00
Feb-15	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.00%	0.00%	\$0.00	\$0.00
Mar-15	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.00%	0.00%	\$0.00	\$0.00
Apr-15	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.00%	0.00%	\$0.00	\$0.00
May-15	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.00%	0.00%	\$0.00	\$0.00
Jun-15	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.00%	0.00%	\$0.00	\$0.00
Jul-15	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.00%	0.00%	\$0.00	\$0.00
Aug-15	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.00%	0.00%	\$0.00	\$0.00
Sep-15	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.00%	0.00%	\$0.00	\$0.00
Oct-15	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.00%	0.00%	\$0.00	\$0.00
Nov-15	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.00%	0.00%	\$0.00	\$0.00
Dec-15	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	0.00%	0.00%	\$0.00	\$0.00

* If an RSA Collection is received during the billing month, it will be recorded on Attachment 1 of the next billing month's workpapers, which will revise the interest calculation.

NYPA Hydropower Benefit Mechanism ("NYPA Benefit")
Rule 46.2.6

NYPA R&D CONTRACTS		
	<u>January 2015</u>	<u>March 2015</u>
1 Forecast Net Market Value (OMVC) of NYPA R&D Contracts		\$ (375,493.19)
2 Actual Net Market Value (OMVC) of NYPA R&D Contracts	\$ (493,504.45)	
3 Prior NYPA R&D reconciliation calculated for January 2015 Billing	<u>\$ 409,715.58</u>	
4 Intended Billing (Line 2 + Line 3)	<u>\$ (83,788.87)</u>	
5 NYPA Benefit (R&D Contracts) Billed Revenue	\$ (536,563.16)	
6 Reconciliation of Billed Revenue (Line 4 - Line 5)		<u>\$ 452,774.29</u>
7 NYPA Benefit (R&D Contracts) for March 2015 Billing (Line 1 + Line 6)		\$ 77,281.10
		Billing Month
		March 2015
Rate Calculation		
8 Forecast SC-1 and SC-1C Delivery Sales in Billing Month (kWh)		1,026,558,125
9 NYPA Benefit (R&D Contracts) rate (Line 7/ Line 8)		\$ 0.000075

RECHARGE NY RESIDENTIAL CONSUMER DISCOUNT (RCD) PAYMENT		
	<u>January 2015</u>	<u>March 2015</u>
10 RCD Payment for upcoming billing month		\$ (2,146,233.33)
11 Actual RCD Payment Booked	\$ (2,146,233.33)	
12 Prior RCD Payment reconciliation calculated for January 2015 Billing	<u>\$ (65,833.80)</u>	
13 Intended Billing (Line 11 + Line 12)	<u>\$ (2,212,067.13)</u>	
14 NYPA Benefit (RCD) Billed Revenue	\$ (2,157,659.15)	
15 Reconciliation of NYPA RCD Billed Revenue (Line 13 - Line 14)		<u>\$ (54,407.98)</u>
16 Actual RAD payment Booked	\$ (276,933.33)	
17 NYPA Benefit (RAD) Billed Revenue	<u>\$ (219,325.63)</u>	
18 Reconciliation of Billed Revenue (Line 16 - Line 17)		<u>\$ (57,607.70)</u>
19 NYPA Benefit (RCD) for March 2015 Billing (Line 10 + Line 15+ Line 18)		\$ (2,258,249.01)
		Billing Month
		March 2015
Rate Calculation		
20 Forecast SC-1 and SC-1C Delivery Sales in Billing Month (kWh)		1,026,558,125
21 NYPA Benefit (RCD) rate (Line 19/ Line 20)		\$ (0.002200)

RESIDENTIAL AGRICULTURAL DISCOUNT (RAD) PAYMENT		
		<u>March 2015</u>
22 NYPA RAD Payment for upcoming billing month		\$ (276,933.33)
		Billing Month
		March 2015
Rate Calculation		
23 Forecast SC-1 and SC-1C RAD Customers Sales in Billing month (kWh)		4,909,818
24 NYPA Benefit (RAD) rate (Line 22/ Line 23)		\$ (0.056404)