PSC No: 120 - ElectricityLeaf No. 117.58New York State Electric & Gas CorporationRevision: 6Initial Effective Date:January 1, 2023Issued in compliance with Orders in Case No. 18-E-0138, dated July 14, 2022.

GENERAL INFORMATION

49. <u>Electric Vehicle ("EV") Make Ready Surcharge ("EV Surcharge")</u>

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 costs, including work related to future-proofing Company infrastructure, and the return on the average unrecovered portion of such investment, net of deferred income taxes, shall be collected and amortized over the subsequent one-year period, including carrying charges at the Company's pre-tax weighted average cost of capital.

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, shall be recovered over a period of 5 years.

4. EV Managed Charging Program

Costs associated with the EV Managed Charging Program (Rule 53), including carrying charges calculated at the Company's currently authorized pre-tax cost of capital applied to the net-of-tax balances, shall be deferred to the end of each program year and recovered during the subsequent program year.

5. 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 shall 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, shall 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, 5, 6, 7, 8, 9, 11 and 12, 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.

ISSUED BY: Jeremy Euto, Vice President - Regulatory, Binghamton, New York Cancelled by 7 Rev. Leaf No. 117.58 Effective 01/01/2024