

PSC NO: 15 ELECTRICITY

LEAF: 106.1.9

COMPANY: CENTRAL HUDSON GAS & ELECTRIC CORPORATION

REVISION: 4

INITIAL EFFECTIVE DATE: 01/01/2024

SUPERSEDING REVISION: 2

Issued in Compliance with Order in C.18-E-0138 dated November 16, 2023

29. ENERGY COST ADJUSTMENT MECHANISM (Cont'd)**Miscellaneous Charges Factor** (Cont'd)**Electric Vehicle Make-Ready Program Factor**

The Electric Vehicle Make-Ready (EVMR) Program factor is designed to recover the following costs as addressed by the Commission in Case 18-E-0138:

- (a) Utility-Owned Make-Ready Work: Until these costs are recovered through base rates, the depreciation expense related to utility-owned make-ready work including work related to future-proofing Company infrastructure 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 will be recovered over a subsequent one-year period;
- (b) Customer-Owned Make-Ready Work: Until these costs are recovered through base rates, 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, will be recovered over a period of 15 years;
- (c) 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, Fleet Assessment Service, Medium- and Heavy- Duty Make-Ready Pilot Program and Micromobility Make-Ready 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; and,
- (d) 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.
- (e) Passive and Active Residential Managed Charging Program: Implementation and enrollment costs, 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 1 year from Service Classification No. 1 customers only.