

P.S.C. No. 7 Electricity  
PENNSYLVANIA ELECTRIC COMPANY  
Initial Effective Date: 10/06/2019

Leaf: 144  
Revision: 0  
Superseding Revision:

Rider C (continued)

### **Tax Surcharges**

The rates and charges set forth herein shall be increased or decreased, as applicable, pursuant to Rule 30-A, Utility Gross Revenue Taxes, and Rule 30-B, State Income Taxes.

### **Reporting, Commission Review and Possible Rate Adjustment**

During the period of January 1, 2012 through December 31, 2020, Penelec shall submit separate annual reports to the New York Public Service Commission addressing the recovery of actual above-market NUG related costs through the NCR. These annual reports shall be filed not later than sixty (60) business days after the completion of each calendar year.

Each annual report shall contain (i) the output of each NUG project sold to the Company; (ii) the amount paid by the Company for the output of each NUG project; (iii) the market value of the NUG project's energy; (iv) the market value of the capacity associated with the applicable NUG contract; (v) all revenues received through the NCR for recovery of above-market NUG costs.

In the event that the Company's cumulative NCR revenues are less than, or greater than, its actual above-market NUG costs, Penelec shall defer all such sums on its books of account for subsequent recovery from, or reimbursement to Customers.

The Company shall file a separate final request for adjustment in 2021, or within ninety (90) days after the expiration of the last NUG agreement, whichever is earlier. The final request shall be reviewed and an appropriate order entered by the New York Public Service Commission within (90) days of filing addressing the final reconciliation of any over or under-recovery of above-market NUG costs in the Company's NCR.

A Statement of the Non-Utility Generation Rates shall be filed annually with the Commission not less than thirty (30) days prior to the effective date of the rate changes. Such statement can be found on the Company website.

The Non-Utility Generation Rider shall be subject to review and audit by the Commission.