

PSC NO: 90 GAS  
NEW YORK STATE ELECTRIC & GAS CORPORATION  
INITIAL EFFECTIVE DATE: 06/19/19

LEAF: 105.2  
REVISION: 7  
SUPERSEDING REVISION: 6

## GENERAL INFORMATION

### 22. REVENUE DECOUPLING MECHANISM (RDM) ADJUSTMENT

#### 1. Applicable to:

All customers taking firm service under P.S.C. No. 87 Service Classification Nos. 1, 2, and 3, and P.S.C. No. 88 Service Classification Nos. 1, 2, 5, 13, and 14 shall be subject to a RDM Adjustment as described below.

#### 2. Definitions

- a. Delivery Service Revenue (DSR) Targets – monthly weather-normalized targets shall be developed based on the Company's delivery revenue requirement. Residential customers taking service under P.S.C. No. 87 Service Classification No. 1 and P.S.C. No. 88 Service Classification No. 13 shall be combined into monthly DSR Targets. Non-residential customers taking service under P.S.C. No. 87 Service Classification Nos. 2 and 3 and P.S.C. No. 88 Service Classification Nos. 1, 5, and 14 shall be combined into monthly DSR Targets.
  - (i) The Company shall have two RDM classes for reconciliation purposes: one residential class consisting of residential P.S.C. No. 87 Service Classification No. 1 and P.S.C. No. 88 Service Classification No. 13 customers; and one consolidated non-residential class consisting of non-residential P.S.C. No. 87 Service Classification Nos. 2 and 3, and P.S.C. No. 88 Service Classification Nos. 1, 2, 5, and 14 customers.
- b. "Delivery Revenues" - For the purpose of RDM, Delivery Revenues shall be measured as the sum of the billed base delivery revenues from all customers for each service classification (customer charges and per therm delivery rates). For purposes of this calculation, revenues related to the System Benefits Charge (SBC), Rate Adjustment Mechanism (RAM), Merchant Function Charge (MFC), Transition Charge, and gross receipts taxes are excluded.
- c. "Rate Year" – for the purposes of RDM, Rate Year 1 shall be effective April 1, 2020. Each Rate Year thereafter shall begin on April 1 in all subsequent 12-month periods.

#### 3. Calculation

- a. Each month, actual billed delivery service revenues shall be reconciled to allow weather normalized delivery service revenues. Actual delivery service revenues are defined as the revenue received from base delivery rates (customer charges and per-therm delivery rates). Actual delivery service revenues shall reflect the weather normalization adjustment clause.
- b. At the end of the Rate Year, actual billed revenues by RDM class for the entire Rate Year shall be compared to the cumulative monthly targets for the entire Rate Year. Any variance from the cumulative monthly targets for the Rate Year shall be either surcharged or credited to customers over the twelve monthly periods of the immediately succeeding Rate Year. Surcharges or credits shall be developed on an RDM class basis. Any surcharge or credit amount shall reflect interest at the then effective other customer deposit rate. Any such surcharge or credit under the annual reconciliation or interim reconciliation process (refer to 3.d. below) shall be recovered or returned through RDM class specific rates. Surcharges or credits arrived at in the annual reconciliation shall reflect amounts already surcharged or refunded through the interim reconciliation process.

ISSUED BY: Joseph J. Suta, Vice President, Controller and Treasurer, Rochester, New York

Cancelled by Supplement No. 28 effective 12/01/2020.  
Suspended to 12/01/2020 by order in Case 19-G-0379. See Supplement No. 28. The supplement filing date was 10/22/2020  
Suspended to 11/01/2020 by order in Case 19-G-0379. See Supplement No. 27. The supplement filing date was 08/20/2020  
Suspended to 09/14/2020 by order in Case 19-G-0379. See Supplement No. 26. The supplement filing date was 06/25/2020  
Suspended to 07/16/2020 by order in Case 19-G-0379. See Supplement No. 25. The supplement filing date was 03/24/2020  
Suspended to 04/17/2020 by order in Case 19-G-0379. See Supplement No. 24. The supplement filing date was 09/26/2019