

PSC No: 18 - Electricity
Rochester Gas and Electric Corporation
Initial Effective Date: January 1, 2021

Leaf No. 24.5
Revision: 2
Superseding Revision: 0

GENERAL INFORMATION

14. Tax Credit Associated with the Tax Cuts and Jobs Act of 2017

The delivery rates for service that appear on a customer's bill shall be adjusted to reflect the Tax Credit for all customers. The Tax Credit rates applicable to each delivery rate shall be set forth on the statement (Tax Credit Statement or "TSS").

- A. The TSS is applicable to all customers, regardless of supplier, including customers with NYPA allocations (*e.g.*, Expansion Power, Recharge New York Power).
- B. The Company shall conduct an annual reconciliation of the Tax Credits provided to customers. The Company shall accrue carrying costs using the pre-tax weighted average cost of capital on the after tax balance.
- C. The effect of the tax credits shall be removed from "Actual Billed Delivery Service Revenue" before comparison of that revenue to the "Delivery Service Revenue Target" for each Service Classification subject to the Revenue Decoupling Mechanism (RDM).
- D. The TSS shall be filed on not less than 5 days' notice. The Statement shall set forth the credit rates to be applied. Such Statement shall be found at the end of this Schedule.

15. New York Power Authority ("NYPA") Program to Contribute to Existing Economic Development Customers and Serve New Governmental Entities

- A. Pursuant to Public Authorities Law ("PAL") § 1005, Subsection 27, NYPA is authorized to address the energy related needs of the following types of customers as defined within PAL§ 1005, Subsection 27.
- B. To address the customer's energy needs, NYPA may:
 - i. supply power and energy procured from competitive market sources; or
 - ii. supply renewable power, energy, or related credits or attributes procured through a competitive process, from competitive market sources, or through negotiation when a competitive procurement is not reasonably feasible and such products can be procured on reasonably competitive terms
- C. NYPA not authorized to act as a CCA Administrator.
- D. A customer that elects to participate in this Program shall be subject to the Delivery Charges listed within the customer's Service Classification, the Revenue Decoupling Mechanism Adjustment Charge, the Transition Charge (Non-Bypassable Charge ["NBC"]), the System Benefits Charge, and the Rate Adjustment Mechanism Surcharge.
- E. Surcharges:
The System Benefits Charge and Clean Energy Standard Surcharge apply to electricity supplied under this Program.
- F. Supply
Customers who take service under this Program shall have their electric power supplied by NYPA pursuant to the customer's contract with NYPA; however, NYPA shall provide all of the customer's electric power supply if the customer elects the ESCO Supply Service (*i.e.*, load shall not be split between NYPA and an ESCO). If a customer chooses to no longer take service under this Rule, the customer may choose to take their electric power supply from: (a) an ESCO or become a Direct Customer; or (b) the Company in accordance with the rates and charges contained in the service classification under which the customer takes service. Customers taking service under this Rule are not subject to the Supply Charge and the Merchant Function Charge.