

P.S.C. No. 2 – Water  
SUEZ Water New York Inc.  
Initial Effective Date: October 1, 2020

Leaf No. 92  
Revision: 1  
Superseding Revision: 0

## **23.5 REVENUE AND PRODUCTION COST RECONCILIATION ADJUSTMENT CLAUSE (RRC) OWEGO-NICHOLS**

APPLICABLE TO USE OF SERVICE FOR OWEGO AND THE VILLAGE AND PARTS OF THE TOWN OF NICHOLS, TIOGA COUNTY, NEW YORK (F/K/A SUEZ WATER OWEGO-NICHOLS)

Reconciliation of metered sales revenues applicable to all metered customers:

In Case 17-W-0528 the Commission approved that the rates applicable to all metered customer accounts be subject to automatic adjustment, by way of a surcharge or credit, based on the difference between the actual net metered revenues (operating revenues less production costs), and the revenue and production cost targets as estimated in the most recent rate case. Metered revenues are based on metered customers' bill-rendered base rate revenue plus the change in unbilled revenue at the beginning and end of each year.

The current Rate Year's net revenue variance plus any prior net revenue variances will be recovered or refunded annually through a percentage surcharge or surcredit to be applied to all metered customers' bills. This surcharge or surcredit will be based on the projected revenues from metered water sales for the next succeeding Rate Year and will be recovered or refunded during the succeeding Rate Year.

The accumulated net revenue variance will accrue interest net of income tax from the end of each Rate Year at the Other Customer Capital Rate then in effect and will be subject to any applicable local taxes.

Target levels for revenues and production for future years are shown in the following table:

### **Non Sanmina Targets**

<u>Year Ending</u>	<u>July 31, 2019</u>
Excluding Sanmina Revenue	
Revenue Target	<b>\$1,297,766</b>
Excluding Sanmina Costs Production Cost	<b>\$28,247</b>
(Power & Chemicals)	

### **Sanmina Targets**

<u>Year Ending</u>	<u>July 31, 2019</u>
Sanmina Revenue	
Revenue Target	<b>\$310,651</b>
Sanmina Costs Production Cost	<b>\$31,954</b>
(Power & Chemicals)	

Cancelled by supplement No. 6 effective 01/23/2023