

PSC NO. 220 ELECTRICITY
NIAGARA MOHAWK POWER CORPORATION
INITIAL EFFECTIVE DATE: MAY 1, 2017
STAMPS: Issued in Compliance with Order dated April 21, 2017 in Case 15-E-0189

LEAF: 263.28
REVISION: 2
SUPERSEDING REVISION: 1

GENERAL INFORMATION

64. Dynamic Load Management (DLM) Surcharge

The Dynamic Load Management Surcharge provides for recovery from customers of costs incurred by the Company, and approved by the Commission, for demand response programs to ensure reliability needs are met. This surcharge applies to costs incurred in accordance with Rule No. 61- Distribution Load Relief Program, Rule No. 62-Commercial System Relief Program, and Rule No. 63-Direct Load Control Program.

64.1 The DLM surcharge is applicable to all customers taking service under P.S.C 220 and 214 Electricity, regardless of supplier.

64.2 The Recovery of the DLM program costs will be allocated to Service Classifications 1, 1C, 2, 3, 3A, 4, 7 and 12, in accordance with the terms of their individual contracts, with the exception of qualifying Empire Zone Rider ("EZR") and Excelsior Jobs Program ("EJP") load in accordance with Rule No. 34 of the tariff and all PSC 214 service classifications, based on the most recent transmission plant allocator from the Company's most current embedded cost of service study (ECOS).

64.3 The DLM surcharge will be applied to customers on a forecasted sales volume basis.

64.3.1 The DLM will be collected from customers on a volumetric basis, per kWh for non-demand service classifications and per kW for demand service classifications.

64.3.2 The DLM surcharge shall be determined by dividing the amount of costs incurred by the Company under these demand response programs by the forecasted sales or demand for each service classification..

64.3.3 The DLM surcharge collected from customers will be subject to annual reconciliation for any over or under collection from the previous year. The DLM surcharge reconciliation over or under collections will be credited or surcharged to customers, which will include interest at the applicable customer deposit rate.

64.4 The DLM surcharge will be shown on statements filed with the Public Service Commission apart from this rate schedule not less than 3 days before its effective date.