

PSC NO: 121 ELECTRICITY  
 NEW YORK STATE ELECTRIC & GAS CORPORATION  
 Initial Effective Date: 05/01/17  
 Issued in compliance with Orders in Case Nos. 15-E-0302, dated February 22, 2017 and 17-M-0106 dated April 20, 2017.

Leaf: 14  
 Revision: 19  
 Superseding Revision: 18

### GENERAL INFORMATION

15. General Retail Access:

Street Lighting customers may participate in General Retail Access in accordance with the provisions set forth in Rule 16 (General Retail Access) and elect pricing options in accordance with Rule 25 (Supply Service Options) of Schedule P.S.C. No. 120 - Electricity.

16. Surcharge to Collect System Benefits Charge ("SBC")

A System Benefit Charge (SBC) recovers costs associated with clean energy activities conducted by the New York State Energy Research and Development Authority (NYSERDA) and energy efficiency programs implemented by the Company. The SBC is collected from the following Service Classifications: 1, 2, 3 and 4.

On an annual basis, the SBC Statement shall be filed on not less than 15 days' notice to become effective January 1<sup>st</sup>. Such statement may be found at the end of this Schedule (P.S.C. No. 121 – Electricity). The statement shall set forth the following surcharge rates:

A. Clean Energy Fund (CEF) Surcharge Rate:

Beginning on March 1, 2016, the CEF surcharge rate collects funds associated with clean energy activities administered by NYSEERDA for the CEF and includes the following program activities that were in effect prior to 2016: Renewable Portfolio Standard (RPS), Energy Efficiency Portfolio Standard (EEPS), System Benefits Charge, and over- or under-collections associated with EEPS programs administered by the Company. The surcharge rate shall be calculated by dividing the necessary collections by the projected annual kWh sales. Necessary collections shall include:

1. Annual authorized collections for NYSEERDA administered programs, plus or minus any under- or over-collections for prior years.
2. Any under- or over-collections for Company administered EEPS programs.

B. Energy Efficiency (EE) Tracker Surcharge Rate:

The EE Tracker Surcharge Rate collects funds associated with energy efficiency programs administered by the Company that were implemented beginning on January 1, 2016. The surcharge rate shall be calculated by dividing the necessary collections by the projected sales. Necessary collections shall include:

1. Annual authorized collections for Company administered programs, plus or minus any under- or over-collections for prior years, and minus interest earned on prior collections. (The reconciliation for under- or over-collections for Company administered programs shall begin in 2017.)

C. Clean Energy Standard – Tier 2 Maintenance Contracts and Backstop Charges:

The Company shall recover costs associated with The Tier 2 Maintenance Contracts and Backstop Charges (Rule 22) from all customers.

The rate shall be set annually based on expected Tier 2 Maintenance Contract costs divided by projected sales and shall include an allowance for uncollectibles plus or minus and under or over-collection for the prior year. If any backstop charges are incurred during the recovery period, the Company can reset the rate during that time.

17. Reserved for Future Use.

Issued by: Joseph J. Syta, Vice President, Controller & Treasurer, Binghamton, NY