

PSC No: 88 - Gas  
NEW YORK STATE ELECTRIC & GAS CORPORATION  
Initial Effective Date: 10/1/18  
Issued in compliance with Order in Case No. 17-M-0815, dated 8/9/18.

Leaf No. 109.1  
Revision: 2  
Superseding Revision: 1

### **SERVICE CLASSIFICATION NO. 15 (CONT'D)**

#### **BASIC ELECTRIC GENERATION TRANSPORTATION SERVICE**

#### **PRICE: (CONT'D)**

Monthly Total Value Added Charge: The Base Year Spark Spread is subtracted from the Spark Spread for each hour of the Test Year the unit actually ran. 5% of this difference is multiplied by the Company estimate of what it shall deliver to the customer during the Effective Period. If such monthly value is less than or equal to zero, the Monthly Total Value Added Charge for that month shall equal zero. If such monthly value is greater than zero, such monthly value is the Monthly Total Value Added Charge for that month.

Annual Total Value Added Charge: The addition of the Monthly Total Value Added Charges for the twelve months in the Test Year.

Reconciliation Charge: The difference between the total of the Value Added Charges actually collected from the Customer during the effective period and the total of the Value Added Charges that would have been collected had the Value Added Charge been calculated based on the actual Spark Spreads during the effective period either positive or negative.

- D. A Customer that fails to meet the requirements set forth under Special Provisions – Distillate Fuel Customers of this service classification shall be assessed a premium equal to the greater of 130% of the applicable gas equivalent alternate fuel price or 130% of the otherwise applicable sales price less an estimate of the Customer's natural gas price, as determined by the Company, per therm. The premium shall be applied for the billing period during which noncompliance becomes known and for each subsequent billing period until the Customer has provided sufficient evidence, as determined by the Company, that it has fully complied with the requirements set forth under Special Provisions – Distillate Fuel Customers.

#### **MINIMUM ANNUAL QUANTITY:**

Customer shall be required to transport and pay for, under this service classification, a minimum annual quantity of no less than 50% of the generator's maximum annual quantity, as specified in the Transportation Service Agreement.

#### **TAX CREDIT ASSOCIATED WITH THE TAX CUTS AND JOBS ACT OF 2017:**

The Tax Credit shall be applied per therm to all therms delivered under this Service Classification, (as explained in this Schedule, General Information Rule 39). See Tax Credit Statement.

#### **INCREASES IN PRICES AND CHARGES APPLICABLE WHERE SERVICE IS SUPPLIED:**

The prices and charges under this service classification, including the Minimum Charge, shall be increased by a surcharge pursuant to General Information Section 3 of this Schedule to reflect the tax rates applicable within the municipality where the Customer takes service.

ISSUED BY: Joseph J. Syta, Vice President, Controller and Treasurer, Binghamton, New York