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PSC No: 120 - Electricity  
 New York State Electric & Gas Corporation  
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## GENERAL INFORMATION

33. Residential Agricultural Discount ("RAD") (Cont'd)A. Applicability (Cont'd):

- a. The RAD shall be applied to qualified customers bills no later than three billing cycles from when the Company receives the completed application and copy of the appropriate federal tax form.
- b. A customer must reapply by July 1 of each year by providing their current federal tax forms as filed with their Federal Tax Return for the current tax year. The customer shall be qualified to receive credits for the Program Year.
- c. If the above documentation is not received by July 1, the customer shall forego their RAD credit until the proper documentation is provided to the Company. The customer shall be qualified to receive credits for the remaining period of the Program Year.

B. Calculation of the RAD:

1. The RAD shall be calculated monthly based on the monthly forecast sales of each customer who has qualified for and is scheduled to receive a credit.
2. The RAD shall be subject to a monthly reconciliation for any over/under credits. Any over/under credits as a result of the reconciliation shall be added to or subtracted from the Transition Charge as set forth in Rule 25.1.B.1(iii).
3. The monthly RAD credit provided to customers shall be the RAD multiplied by the customer's billed kilowatt hours and shall not exceed the net total monthly electric delivery bill for each customer.
  - a. If the customer is participating in net metering as established in PSL Section 66-j or PSL Section 66-l, and set forth in this Schedule, the RAD credit shall be applied to any electricity supplied by the Company that exceeds the generation supplied by the customer.
  - i. If a residential farm customer is eligible for Remote Net Metering, and the Host Account generates more energy than the Company supplies, the RAD credit shall be included in the calculation to value the excess generation.

C. Filings

A Residential Agricultural Discount (RAD) Statement setting forth the rate shall be filed with the Public Service Commission on not less than three days' notice. Such statement can be found at the end of this Schedule (P.S.C. No. 120 – Electricity).

34. Rate Adjustment Mechanism ("RAM")1. Applicable To:

The RAM shall be applied per kWh to all kWh delivered under Service Classification Nos. 1, 2, 3, 5, 6, 7, 8, 9, 11, 12, 13, and 14 (excluding kWh supplied by NYPA)

2. Calculation:

- a. At the end of each calendar year, the Company shall examine its deferred costs, reserve balances and reliability revenue adjustments.
- b. If the Company's major storm balance exceeds \$20 million, a Rate Adjustment Mechanism ("RAM") shall be implemented on July 1 the following calendar year.
- c. For all other regulatory assets and liabilities, if the combination of the Company's deferred and reserve balances exceeds \$20 million, positive or negative, a Rate Adjustment Mechanism ("RAM") shall be implemented on July 1 the following calendar year.
3. The impact of the RAM shall be limited to 10% of the Company's delivery revenues. Any remaining balance would continue to be deferred and roll forward to the following calendar year's calculation. A RAM statement setting forth the Rate Adjustment Mechanism shall be filed with the Public Service Commission on not less than 30day's notice to be effective July 1. Such statement can be found at the end of this Schedule.

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