



**Lori A. Cole**  
Manager - Regulatory & Tariffs

January 10, 2020

**VIA ELECTRONIC FILING**

Honorable Michelle L. Phillips  
Secretary  
New York State Public Service Commission  
Three Empire State Plaza  
Albany, NY 12223-1350

Re: Case 15-E-0751 – In the Matter of the Value of Distributed Energy Resources

Dear Secretary Phillips:

New York State Electric & Gas Corporation (“NYSEG”) and Rochester Gas and Electric Corporation (“RG&E”), (together the “Companies”), are transmitting for filing in compliance with the New York State Public Service Commission’s (the “Commission”) Order Regarding Value Stack Compensation for High-Capacity-Factor Resources, issued and effective on December 12, 2019 (the “Order”), in the above-referenced proceeding. The tariff leaves will become effective February 1, 2020.

P.S.C. No. 120 – Electric, Schedule for Electric Service

Leaf No. 117.46.26.2.1, Revision 4

Leaf No. 117.46.26.4, Revision 6

Leaf No. 117.46.26.4.1, Revision 3

P.S.C. No. 19 – Electric, Schedule for Electric Service

Leaf No. 160.39.21.2, Revision 6

Leaf No. 160.39.21.4, Revision 8

Leaf No. 160.39.21.4.1, Revision 3

**Purpose of Filing**

The Companies are submitting tariff revisions in compliance with Ordering Clause No. 1 of the Order implementing modifications to the Value of Distributed Energy Resources Value Stack compensation.

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Overview

In accordance with the Order, the Companies have revised their tariffs to implement a change in the calculation of the Market Transition Credit (“MTC”) and the Community Credit that will apply to dispatchable high-capacity-factor resources, specifically fuel cells that qualify for Value Stack compensation after August 13, 2019. The MTC and Community Credit will be adjusted by a factor of 0.16.

Additionally, the Companies have made revisions to the Environmental Component of the Value Stack for projects that qualify after August 13, 2019. A Facility shall meet the definition of a Renewable Energy System as provided in Public Service Law, Section 66-p, to be eligible for the Environmental Component of the Value Stack. Projects that were qualified on or before August 13, 2019, and are otherwise eligible for each of the components of Value Stack compensation will not be affected by these revisions.

Newspaper Publication

In accordance with Ordering Clause No. 2 of the Order, newspaper publication in accordance with Public Service Law 66(12)(b) and 16 NYCRR 720-8.1 is waived.

Company Contacts

If there are any questions concerning this filing, please call Kathy Grande at (585)771-4514 or me at (585)484-6810.

Respectfully submitted,

A handwritten signature in cursive script, appearing to read "Lori A. Cole".

Lori A. Cole

Enclosures