



Consolidated Edison Company  
of New York, Inc.  
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June 16, 2016

Honorable Kathleen H. Burgess  
Secretary  
NYS Public Service Commission  
Empire State Plaza  
Agency Building 3  
Albany, New York 12223-1350

**RE: Case 09-M-0311, Temporary Annual Assessment to be  
Collected Under the Electric and PASNY Tariffs Pursuant  
to Public Service Law §18-a(6)**

Dear Secretary Burgess:

Consolidated Edison Company of New York, Inc. (“Con Edison” or the “Company”) herein submits for filing with the New York Public Service Commission (the “Commission”) a Statement of Surcharge to Collect PSL §18-a Assessments to the Company’s Schedule for Electricity Service, P.S.C. No. 10 – Electricity (the “Schedule for Electricity Service”), applicable to its customers in the City of New York and the County of Westchester. The Company also submits for filing with the Commission a Statement of Surcharge to Collect PSL 18-a Assessments to its Schedule for PASNY Delivery Service, P.S.C. No. 12 - Electricity (“PASNY Rate Schedule”)<sup>1</sup>, applicable to delivery by the Company of power and associated energy to customers of the New York Power Authority under P.S.C. No. 12 – Electricity.

Submitted herewith are the following Statements, which have an effective date of July 1, 2016:

Statement of Surcharge to Collect PSL 18-a Assessments,  
PSL – Statement No. 6 to P.S.C. No. 10 – Electricity

Statement of PASNY Surcharge to Collect PSL 18-a Assessments,  
PSL – PASNY Statement No. 6 to P.S.C. No. 12 - Electricity

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<sup>1</sup> This is the Delivery Service Rate Schedule Implementing and Part of the Service Agreement between the Power Authority of the State of New York (PASNY) and the Consolidated Edison Company of New York, Inc. (the Company) dated March 10, 1989.

### **Reason for Filing**

These Statements are being filed pursuant to the Commission's June 19, 2009 Order ("June 2009 Order"), May 16, 2013 Order ("May 2013 Order"), June 18, 2014 Order ("June 2014 Order") and April 17, 2015 Order ("April 2015 Order") in the above-referenced case and the provisions entitled "Surcharge to Collect Assessments Under Section 18-a of the Public Service Law," in General Rules Section 26.6 of P.S.C. No. 10 – Electricity and in the Additional Delivery Charges and Adjustments Section of P.S.C. No. 12 – Electricity. The June 2009 Order and these provisions require that the Company file a Statement no less than fifteen days before the start of the period that the PSL §18-a surcharges are to be in effect. In accordance with these tariff provisions, revised surcharges have been designed to collect PSL §18-a amounts required to be collected above the amount in base rates for the State Fiscal Year 2016-2017 (April through March) inclusive of an adjustment for uncollectible expenses and working capital costs, plus a reconciliation of the difference between past period PSL §18-a amounts required to be collected and actual amounts collected.

The May 2013 Order approved tariff changes to allow for reduced collections in subsequent years. In the PSL §18-a surcharges that were effective in July 2013, the Company recognized over/under collections of past periods and adjusted the surcharges by service class. In this filing, the Company is continuing to adjust the PSL §18a surcharges accordingly.

The June 2014 Order authorized the continuation of the PSL §18a surcharges through December 31, 2017, for utilities whose estimated over collection through June 30, 2014 (excluding the March 2014 assessment payment) is less than their expected March 2015 total assessment payment. Any remaining balance at the end of 2017 shall remain on the books of the utility until it is disposed of through a future Commission action.

The PSL §18-a amounts required to be collected for the 2016-2017 State Fiscal Year, were allocated to each Rate Schedule, based on their contribution to the Company's total 2015 electric revenues inclusive of gross receipts taxes. Revenues include both delivery and supply charges for all Con Edison service classes (including estimated supply charges for retail access classes)<sup>2</sup> and delivery only charges for the PASNY Rate Schedule. These amounts will be recovered for the period July 2016 through June 2017 and reflect the reduction of assessments from 1.00 to 0.73 percent as revised in PSL §18-a(6) and as directed by the June 2014 Order. Also included in the PSL §18-a amounts is an adjustment for prior years to reflect the estimated deferrals as set forth in Appendix B of the April 2015 Order.

Reconciliation amounts for past periods were determined by allocating the total of the actual PSL §18-a payments made by the Company for each State Fiscal Year, including working

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<sup>2</sup> Based on applying the average Market Supply Charge per kWhr paid by Con Edison full-service customers in 2015 to retail access sales, the Company has estimated ESCO commodity revenues, including gross receipts taxes to be about \$2.4 billion.

capital and uncollectible expense adjustments based on the actual payments, to the Schedule for Electricity Service and the PASNY Rate Schedule based on total electric revenues inclusive of gross receipts taxes and estimated ESCO revenues for the previous calendar year. These amounts were compared with the actual class-specific amounts collected under the surcharges that were in effect under those tariffs.<sup>3</sup> Any differences have been added to the 2016-2017 State Fiscal Year amounts to determine total amounts recoverable from the Schedule for Electricity Service and the PASNY Rate Schedule during the July 1, 2016 through June 30, 2017 period.

Surcharge amounts will be collected from each Con Edison class under the Schedule for Electricity Service on a per kWhr basis, except that amounts will be collected per kW from customers served under SC 11 and SC 5 – Rates III and IV, SC 8 – Rates IV and V, SC 9 – Rates IV and V, and SC 12 – Rates IV and V and as a single amount per monthly bill for SC 13 – Rates I and II.

The surcharge applicable to service under the PASNY Rate Schedule was calculated as a single monetary amount that will be billed monthly to NYPA commencing July 2016.

Sincerely,

/s/

William A. Atzl, Jr.

Director

Rate Engineering Department

Attachments

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<sup>3</sup> June 2016 collections have been estimated and will be trued up in next year's Temporary Annual Assessment surcharge. This year's surcharge reflects the true-up of June 2015 collections which were estimated last year.