Received: 09/15/2023



Orange and Rockland Utilities, Inc. 4 Irving Place New York NY 10003-0987 www.oru.com

September 15, 2023

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

Re: Case 15-E-0302 – Proceeding on Motion of the Commission to

Implement a Large-Scale Renewable Program and a Clean

**Energy Standard** 

Dear Secretary Phillips:

Orange and Rockland Utilities, Inc. ("O&R" or the "Company") hereby submits for filing with the Public Service Commission (the "Commission") the Statement of Clean Energy Standard Delivery Surcharge ("CESD Statement"), to its Schedule for Electric Service – P.S.C. No. 3 – ELECTRICITY (the "Electric Tariff").

CESD – Statement No. 2 to P.S.C. No. 3 – ELECTRICITY

The CESD Statement is issued on September 15, 2023, to become effective October 1, 2023.

## Reason for Filing

The Commission, in its *Order Approving Financial Backstop Collection Mechanism*, issued and effective June 23, 2023 in the above-referenced proceeding (the "Collection Order"), directed each utility to commence Clean Energy Standard backstop collections of its allocated portion of the cumulative Zero-Emissions Credits deficit of \$33,295,204 (the "Backstop Charges") invoiced by the New York State Energy Research and Development Authority ("NYSERDA") consistent with each utility's existing tariff.

## **Statement Changes**

Pursuant to General Information Section No. 16.7, "Clean Energy Standard Delivery Surcharge" ("CESD") of the Electric Tariff, the Company's mechanism for recovery of Backstop Charges is through the CESD Surcharge.<sup>1</sup> Per the Electric Tariff, the recovery of costs

<sup>&</sup>lt;sup>1</sup> The CESD Surcharge also recovers the costs for Tier 2 Maintenance Contracts.

Received: 09/15/2023

Honorable Michelle L. Phillips September 15, 2023 Page 2

associated with Backstop Charges will be set for a period of one-to-twelve months depending on the size of the costs. As per the Collection Order, the Company's total allocated Backstop Charges from NYSERDA equals \$1,016,241.<sup>2</sup> The Company will recover these Backstop Charges over a 12-month period. Accordingly, the Company has determined that the CESD Surcharge shall be set at 0.026 cents per kWh for the 12-month period commencing October 1, 2023. Such charge is reflected on the Statement of Clean Energy Standard Delivery Surcharge that will become effective October 1, 2023.

Any questions regarding this filing can be directed to Cheryl Ruggiero at (212) 460-3189.

Very truly yours,

/s/

William A. Atzl, Jr. Director – Rate Engineering

<sup>2</sup> Currently, there are no Tier 2 Maintenance Contracts costs; therefore, the Tier 2 Maintenance Contracts component of the CESD Surcharge will remain at 0.000 cents per kWh.

\_