

Consolidated Edison Company of New York, Inc. 4 Irving Place New York NY 10003 www.conEd.com

October 24, 2012

Hon. Jaclyn A. Brilling Secretary State of New York Public Service Commission Three Empire State Plaza Albany, N.Y. 12223-1350

Re: Standby Service Rates, Case 11-E-0299

Dear Secretary Brilling:

Consolidated Edison Company of New York, Inc. ("Con Edison" or the "Company" is filing with the New York State Public Service Commission (the "Commission") changes to its Schedule for Electricity Service, P.S.C. No. 10 – Electricity (the "Electric Tariff"), applicable to its customers in the City of New York and the County of Westchester and to its Schedule for PASNY Delivery Service, P.S.C. No. 12 – Electricity (the "PASNY Tariff"), applicable to delivery of power and associated energy to customers of the New York Power Authority ("PASNY" or "NYPA"). 1

The Electric Tariff and PASNY Tariff leaves, which are identified below, are filed to become effective October 25, 2012:

Electric Tariff		
Leaf No.	Revision No.	Superseding Revision No.
157	3	2
157.1	1	0
157.3	1	0
157.4	1	0
164	1	0

PASNY Tari
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Leaf No.Revision No.Superseding Revision No.172117.110

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<sup>&</sup>lt;sup>1</sup> This is the Delivery Service Rate Schedule implementing and part of the Service Agreement between PASNY and the Company, dated March 10, 1989.

## **Background**

The Company filed changes to the Electric Tariff and the PASNY Tariff on March 19, 2012, pursuant to Ordering Clause 2 of the Commission's Order Approving Tariff Amendments With Modifications, issued and effective November 17, 2011 ("November 2011 Order"), in Case 11-E-0299, Tariff Filing by Consolidated Edison Company of New York, Inc. to Revise Service Classification No. 14-RA – Standby Service. The Company filed further amendments to the PASNY Tariff on July 6, 2012, to update two leaves. The leaves filed in Case 11-E-0299 in March and July 2012 have an effective date of October 25, 2012.

The Commission's <u>Order Approving Tariff Amendments with Modifications and Granting Petition for Rehearing</u> ("October 2012 Order"), issued and effective October 18, 2012, in Case 11-E-0299 approved the Company's March and July 2012 filings, effective October 25, 2012, with modifications.

## **Reason for Filing**

The October 2012 Order directed the Company to amend General Rule 20.2.1(B)(7) to: (a) permit the Company to approve or modify a customer-set contract demand and to eliminate penalties for exceedances; (b) require that contract demand be set based on the customer's maximum potential demand (*i.e.*, the low-tension maximum demand), not the demand net of on-site generation; (c) permit customers to export under Service Classification ("SC") 11; and (d) extend this General Rule to customers with generators sized over 2 MW and up to 20 MW.

<sup>&</sup>lt;sup>2</sup> The November 2011 Order directed the Company to expand applicability of the Electric Tariff's General Rule 20.2.1(B)(7) (previously Special Provision E of SC 14-RA of P.S.C. No. 2 – Retail Access) to customers with multiple buildings or campus-like settings. The November 2011 Order further directed the Company to expand the provisions of General Rule 20.2.1(B)(7) to customers served under the PASNY Tariff. In compliance with the November 2011 Order, the Company filed a new General Rule 20.2.1(B)(8), applicable to customers with multiple buildings or campus-style settings, and a revision to General Rule 6.5 (Meters with Communications Capabilities). The Company also filed changes to PASNY Tariff Leaf 13 (Meters with Communications Capabilities), Leaf 14 (Metering Services), Leaf 17 (Standby Service) and new Leaf 17.1 and Leaf 17.2, containing additional text on Standby Service.

<sup>&</sup>lt;sup>3</sup> That filing conformed PASNY Leaf 13 and Leaf 14 to changes that took effect April 1, 2012, pursuant to the Commission's <u>Order Directing Use of Certain Credits to Offset \$133.5 Million Surcharge</u>, issued and effective March 22, 2012, in Case 09-E-0428 and Case 12-E-0008. As a result of the conforming change, the versions of Leaf 13 and Leaf 14 that were filed on March 19, 2012, were canceled, pursuant to PASNY Tariff Cancelation Supplement No. 4.

<sup>&</sup>lt;sup>4</sup> The original effective date of the leaves was postponed, pursuant to Electric Tariff Postponement Supplement Nos. 4, 5, 6, and 7, and PASNY Tariff Postponement Supplement Nos. 2, 3, 5, and 6.

<sup>&</sup>lt;sup>5</sup> The Commission amended its November 2011 Order in this regard on a prospective basis.

The October 2012 Order also directed the Company to amend General Rule 20.2.1(B)(8) to: (a) reduce the incremental billing fee per month per account to \$50; (b) allow customers to demonstrate that they meet the single "premises" requirement whether or not such buildings or parcels are physically interconnected; and (c) permit customers to export under SC 11.

## **Tariff Changes**

The Company has amended General Rules 20.2.1(B)(7) and 20.2.1(B)(8) as described above. The Company has also added language to General Rule 20.4.3(A) about the Company's right to approve and amend customer-set contract demands under General Rules 20.2.1(B)(7) and 20.2.1(B)(8) and about contract demand surcharges not being applicable under those General Rules. (That text was previously on Electric Tariff Leaf 157.3 and PASNY Tariff Leaf 17.) In addition, because the October 2012 Order allows customers billed under General Rules 20.2.1(B)(7) and 20.2.1(B)(8) to export under SC 11, the Company has added text to Leaf 17.1 of the PASNY Tariff to describe how SC 11 will be applied to PASNY customers who take Standby Service under the PASNY Tariff and service under SC 11 through the same service connection.<sup>6</sup>

## **Conclusion and Notice**

This filing has been made on not less than one day's notice, to become effective on October 25, 2012, pursuant to Ordering Clause 2 of the October 2012 Order. Ordering Clause 3 of the October 2012 Order waived the requirement for newspaper publication.

Sincerely,

/s/ William A. Atzl, Jr.
Director
Rate Engineering Department

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<sup>&</sup>lt;sup>6</sup> Customers served under the Electric Tariff who take service under SC 11 and service under another SC through the same service connection do not pay the SC 11 customer charge, and they pay for contract demand under SC 11 only for the contract demand in excess of either the contract demand billed under Standby Service rates or the as-used demand billed under another rate. Although PASNY Customers do not have Standby Service accounts in their name (*i.e.*, they are customers of NYPA and are the end-users of the delivery service provided to and billed to NYPA by the Company under the PASNY Tariff), the Company has extended those same billing rules to PASNY Customers that are Qualifying Facilities and receive Standby Service under the PASNY Tariff and SC 11 under the Electric Tariff through the same service connection.