

PSC NO: 220 ELECTRICITY
NIAGARA MOHAWK POWER CORPORATION

LEAF: 226.1
REVISION: 0

INITIAL EFFECTIVE DATE: APRIL 1, 2018

SUPERSEDING REVISION:

STAMPS: Issued in Compliance with Order in Case 17-E-0238 Issued March 15, 2018.

GENERAL INFORMATION

45. NON-WIRES ALTERNATIVES ("NWA") INCENTIVE MECHANISM SURCHARGE

45.2.4 If an NWA project benefits only certain service classes, the cost allocation will be limited to the service classification benefitting from the NWA project.

45.3 The NWA surcharge will recover the NWA Costs over a ten year period for each NWA project. The ten year period will begin when the NWA project costs are realized by the Company. Any unamortized costs that are not collected within the ten year period, will be incorporated into base rates when electric base rates are reset, inclusive of carrying charges.

45.4 After the NWA Costs are allocated in accordance with Rule 45.2 above for each NWA project, the NWA Costs will be collectively recovered through the NWA Incentive Mechanism Surcharge, which will be provided in a rate statement filed with the New York State Public Service Commission on not less than three days' notice before the effective date.

45.5 The NWA Surcharge will be applicable to all customers in SC1, SC1C, SC2ND, SC2D, SC3, SC3A, SC4, SC7 and SC12 (in accordance with their individual contracts). The NWA Surcharge will be applicable to all NYPA deliveries (including ReCharge NY Load) and to all service classifications of PSC 214.

45.5.1 The NWA Surcharge is not applicable to Empire Zone and Excelsior Jobs Program qualifying load.

45.5.2 Once implemented, the NWA surcharge will be included in the delivery line item on customer's bills, either on a per kWh basis for non-demand classes and per kW basis on demand classes.

45.6 The NWA surcharge will be reconciled for any over/under collections monthly on a two month lag basis.