

PSC NO: 10 – Electricity	Leaf: 154
Consolidated Edison Company of New York, Inc.	Revision: 5
Initial Effective Date: 02/01/2017	Superseding Revision: 4
Issued in compliance with Order in Cases 16-E-0060 and 16-E-0196 dated 1/25/2017	

GENERAL RULES

20. Standby Service - Continued

20.2 Interconnection and Operation - Continued

20.2.1 - Continued

(A) – Continued

(1) – Continued

The costs of delivery system reinforcements required for parallel operations and incurred subsequent to interconnection are an element of the interconnection costs and will be charged to the Customer, provided that such costs are initially foreseen, but not necessarily incurred at the time of interconnection. The Customer may pay for this element of interconnection cost at the time it is incurred, or pursuant to a payment agreement similar to the one described above.

- (2) An annual charge of 12.1 percent of the capital costs of interconnection, including the costs of delivery system reinforcements, to cover property taxes and operation and maintenance expenses. The annual charge shall be determined by multiplying the rate of 12.1 percent by the total capital costs of interconnection. The annual charge is payable by the Customer in monthly installments equal to one-twelfth of the annual charge.

At the Customer's option, the Customer may pay a non-refundable lump sum charge instead of annual surcharges. The lump sum charge will be equal to the net present value of the annual payments using the following formula:

$$\text{Lump Sum Value} = C_{fn} / (R - g)$$

Where:

C_{fn} = Annual payment stream;

R = Pre-tax cost of capital authorized by the PSC in the Company's most recent rate case; and

g = Long term growth rate, set at 0 percent.

(B) Other Requirements

- (1) Metering equipment (except meters and metering transformers) and interrupting equipment, as specified by the Company, will be installed and maintained by the Customer in accordance with Company specifications. Where such facilities are located on the Company's property, they will be installed and maintained by the Company at the Customer's expense.

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