

September 27, 2018

VIA ELECTRONIC FILING

Honorable Kathleen H. Burgess Secretary New York State Public Service Commission Three Empire State Plaza Albany, NY 12223-1350

Re: CASE 18-E-0071 - In the Matter of Offshore Wind Energy.

Dear Secretary Burgess:

The enclosed tariff leaves, issued by New York State Electric & Gas Corporation ("NYSEG") and Rochester Gas and Electric Corporation ("RG&E"), (together the "Companies") are transmitted for filing in compliance with the New York Public Service Commission's (the "Commission") <u>Order Establishing Offshore Wind Standard and Framework for Phase 1</u> <u>Procurement</u>, issued and effective on July 12, 2018 (the "Order"), in the above referenced proceeding. The tariff leaves will become effective on September 28, 2018.

P.S.C. No. 120 – Electric, Schedule for Electric Services

Leaf No. 117.10, Revision 16 Leaf No. 117.11, Revision 18 Leaf No. 117.11.2, Revision 3 Leaf No. 117.46.25, Revision 2

P.S.C. No. 19 – Electric, Schedule for Electric Services

Leaf No. 160.26.2, Revision 12 Leaf No. 160.26.3, Revision 8 Leaf No. 160.26.3.1, Revision 3 Leaf No. 160.39.20, Revision 2



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Purpose and Overview of Filing

The Companies are filing amendments to its tariffs in compliance with Ordering Clause No. 8 of the Order to collect costs related to the procurement of Offshore Wind ("OSW").

The Companies will recover the costs associated with OSW payments through the Supply Charge from all supply customers on a volumetric per kilowatt-hour ("kWh") basis.

The Order also requires that the Companies to have a backstop mechanism in place in case NYSERDA experiences a cash shortage associated with the purchase of Offshore Wind Renewable Energy Credits ("ORECs"). The Companies will collect these costs through the System Benefits Charge.

Newspaper Publication

Requirements of Public Service Law Section 66 (12) (b) as to newspaper publication of the tariff revisions are waived pursuant to the Ordering Clause No. 9.

Company Contacts

If there are any questions concerning this filing, please call me at (585)484-6810 or Kathy Grande at (585)771-4514.

Respectfully submitted,

Lori A. Cole

Enclosures