

July 9, 2018

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

Re: Statement of Value of Distributed Energy Resources – Cost Recovery

Dear Secretary Burgess:

In accordance with General Information Section 29 of P.S.C. No. 15 – Electricity, the Statement of Value of Distributed Energy Resources – Cost Recovery listed below is filed to become effective July 12, 2018:

PSC No. 15 – Electricity

Statement of Value of Distributed Energy Resources - Cost Recovery - VDER-CR 2

The purpose of this filing is to revise the applicable rates to recover the amounts compensated under the Value Stack which will be recovered through the Market Price Charge and Miscellaneous Charge components of the Energy Cost Adjustment Mechanism. However, the magnitude of costs to be recovered, as a result of the first initial customers being compensated under the Value Stack in June, was too small to generate a factor to within five decimal places for components recovered on a \$/kWh basis and to within two decimal places for components recovered on a \$/kW basis. The statement included herein reflects this.

Questions related to this filing should be directed to Jay Tompkins at <u>jtompkins@cenhud.com</u> or (845) 486-5203.

Yours very truly,

Anthony S. Campagiorni Vice President Regulatory and Governmental Affairs