

PSC No: 120 - Electricity  
New York State Electric & Gas Corporation  
Initial Effective Date: October 17, 2009

Leaf No. 17  
Revision: 3  
Superseding Revision: 1

## GENERAL INFORMATION

### 2. Submetering: (Cont'd)

#### Residential (Cont'd)

1. As a substitute for direct metering the submeterer shall certify to the Corporation that 70% of the shareholders voted in favor of the submetering proposal.
  2. As a substitute master metering the submeterer shall certify to the Corporation that more than 50% of the shareholders voted in favor of the submetering proposal.
- F. In residential cooperatives and condominiums, where one or more tenants are non-shareholders, the shareholder approved submetering may be permitted as a substitute for direct metering or master metering once the sub-meterer certifies to the Corporation that all non-shareholder tenants have approved a plan which includes, as set forth in sub-paragraph C.3, a rate cap of the Corporation's rate for directly metered residential service (and any excess revenue above the cap are used for purposes of energy conservation) and includes, as set forth in sub-paragraph C.4, grievance procedures.

Where one or more non-shareholder tenants refuse to approve the plan, submetering to such tenants shall be permitted only upon approval by the Commission of an application meeting the conditions set forth in sub-paragraphs C.1 through C.7.

### 3. **Deferral Recovery Mechanism Adjustment ("DRM")**

Each month the Company will examine its deferred costs, reserve balances and reliability revenue adjustments. If at any time the combination of the Company's deferred and reserve balances exceeds \$10 million, positive or negative, a Deferral Recovery Mechanism adjustment will be applied in the following month.

The DRM adjustment will be applied per kilowatt-hour to all kilowatt-hours delivered under Service Classification Nos. 1, 2, 3, 5, 6, 7, 8, 9, 11, 12, 13, and 14 (excluding kilowatt-hours supplied by NYPA).

A DRM statement setting forth the Deferral Recovery Mechanism Adjustment will be filed with the Public Service Commission on not less than three (3) day's notice.

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