

PSC No: 120 - Electricity
New York State Electric & Gas Corporation
Initial Effective Date: December 1, 2020
Issued in compliance with Order in Case No. 19-E-0378, dated November 19, 2020.

Leaf No. 18
Revision: 19
Superseding Revision: 17

GENERAL INFORMATION

4. Surcharge to Collect System Benefits Charge ("SBC")

A System Benefit Charge (SBC) recovers costs associated with clean energy activities conducted by the New York State Energy Research and Development Authority (NYSERDA). The SBC is collected from the following Service Classifications: 1, 2, 3, 5, 6, 7, 8, 9, 11, 12, 13 and 14.

On an annual basis, the SBC Statement shall be filed on not less than 15 days' notice to become effective January 1st. Such statement may be found at the end of this Schedule (P.S.C. No. 120 – Electricity). The statement shall set forth the following surcharge rates:

A. Clean Energy Fund (CEF) Surcharge Rate:

Beginning on March 1, 2016, the CEF surcharge rate collects funds associated with clean energy activities administered by NYSERDA for the CEF and includes the following program activities that were in effect prior to 2016: Renewable Portfolio Standard (RPS) and Energy Efficiency Portfolio Standard (EEPS). The surcharge rate shall be calculated by dividing the necessary collections by the projected annual kWh sales. Necessary collections shall include:

1. Annual authorized collections for NYSERDA administered programs, plus or minus any under- or over-collections for prior years.

B. Clean Energy Standard – Tier 2 Maintenance Contracts and Backstop Charges:

The Company shall recover costs associated with the Tier 2 Maintenance Contracts and Backstop Charges (Rule 39) from all customers.

The rate shall be set annually based on expected Tier 2 Maintenance Contract costs divided by projected sales and shall include allowance for uncollectibles plus or minus any under or over-collections for prior years. If any backstop charges are incurred during the recovery period, the Company can reset the rate during that time. The Exemptions identified in Rule 4.C. below do not apply to this component of the SBC.

C. Exemptions:

1. A customer that receives a NYPA allocation of Recharge New York power pursuant to Rule 11 or Western New York NYPA power pursuant to Rule 12 shall be exempt from the CEF surcharge of the SBC.
2. A customer with a Negotiated Agreement may be exempt from the SBC as provided for in the customer's agreement.

D. Energy Efficiency (EE) Tracker Surcharge

1. Effective December 1, 2020, the Company shall discontinue the EE Tracker component of the SBC surcharge. The EE Tracker component of the SBC surcharge shall now be recovered in the Company's base delivery rates. A customer that was exempt from paying the SBC surcharge shall continue to receive an exemption from costs associated with the EE Tracker.
2. Credits:
A customer that was exempt from the EE Tracker component of the SBC as identified in 4.C. above shall receive a delivery rate credit for costs associated with energy efficiency and Electric Heat Pump programs administered by the Company.