

Consolidated Edison Company of New York, Inc. 4 Irving Place New York NY 10003 www.conEd.com

November 15, 2017

Honorable Kathleen H. Burgess Secretary NYS Public Service Commission Empire State Plaza Agency Building 3 Albany, New York 12223-1350

## RE: Case No. 09-M-0311, Implementation of Chapter 59 of the Laws of 2009 Establishing a Temporary Annual Assessment Pursuant to Public Service Law §18-a(6)

Dear Secretary Burgess:

Consolidated Edison Company of New York, Inc. ("Con Edison" or the "Company") herein submits for filing with the New York Public Service Commission (the "Commission") an updated Statement of Surcharge to Collect Public Service Law ("PSL") 18-a Assessments to the Company's Schedule for Electricity Service, P.S.C. No. 10 – Electricity (the "Schedule for Electricity Service"), applicable to its customers in the City of New York and the County of Westchester. The Company also submits for filing with the Commission an updated Statement of Surcharge to Collect PSL 18-a Assessments to its Schedule for PASNY Delivery Service, P.S.C. No. 12 - Electricity ("PASNY Rate Schedule")<sup>1</sup>, applicable to delivery by the Company of power and associated energy to customers of the New York Power Authority under P.S.C. No. 12 – Electricity.

Submitted herewith are the following Statements, which have an effective date of December 1, 2017:

Statement of Surcharge to Collect PSL 18-a Assessments, PSL – Statement No. 8 to P.S.C. No. 10 – Electricity

Statement of PASNY Surcharge to Collect PSL 18-a Assessments, PSL – PASNY Statement No. 8 to P.S.C. No. 12 – Electricity

<sup>&</sup>lt;sup>1</sup> This is the Delivery Service Rate Schedule Implementing and Part of the Service Agreement between the Power Authority of the State of New York (PASNY) and the Consolidated Edison Company of New York, Inc. (the Company) dated March 10, 1989.

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## **Reason for Filing**

In its Order dated June 18, 2014 in the above referenced proceeding (the "June 2014 Order"), the Commission authorized the continuation of the PSL §18-a surcharges through December 31, 2017, for utilities whose estimated over collection through June 30, 2014 (excluding the March 2014 assessment payment) is less than their expected March 2015 total assessment payment. On June 16, 2017, as directed by the June 2014 Order, the Company filed revised PSL §18-a surcharges with an effective date of July 1, 2017 (PSL - Statement No. 7 to P.S.C. No. 10 – Electricity and PSL – PASNY Statement No. 7 to P.S.C. No. 12 – Electricity, or collectively the "July 2017 Statements"). Based upon the Company's interpretation of the June 2014 Order, the revised surcharges were designed to collect: (1) onehalf of the difference between the General Assessment amounts required to be collected and the amount in base rates for the State Fiscal Year 2017-2018 (April through March), inclusive of an adjustment for uncollectible expenses and working capital costs; (2) the amount calculated for State Fiscal Year 2017-2018, which was based on one-half of the Temporary State Assessment paid in Fiscal Year 2016-2017; and (3) a reconciliation amount related to the difference between past period PSL §18-a amounts required to be collected and actual amounts collected.

After conferring with Commission Staff, the Company is filing to update these surcharges effective December 1, 2017 to reflect the full difference (i.e., the remaining one-half of the difference) between the General Assessment amounts required to be collected and the amount in base rates for the State Fiscal Year 2017-2018. This difference also reflects the updated general assessment amount from October 2017. The updates are inclusive of an adjustment for uncollectible expenses and working capital costs.

## <u>Statement</u>

Revised surcharges have been designed to collect the remainder of the difference between the updated general assessment required to be collected and the amount in base rates, inclusive of an adjustment for uncollectible expenses and working capital cost. This incremental amount is a supplement to the PSL §18-a surcharges shown on the July 2017 Statements. This amount was allocated to each Rate Schedule based on their contribution to the Company's total 2016 electric revenues inclusive of gross receipts taxes. Revenues include both delivery and supply charges for all Con Edison service classes (including estimated supply charges for retail access customers) and delivery only charges for the PASNY Rate Schedule.

Surcharge amounts will be collected from each Con Edison class under the Schedule for Electricity Service on a per kWhr basis, except that amounts will be collected per kW from customers served under SC 11 and SC 5 – Rates III and IV, SC 8 – Rates IV and V, SC 9 – Rates IV and V, and SC 12 – Rates IV and V and as a single amount per monthly bill for SC 13 – Rates I and II.

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The Statements filed herewith reflect the unit amounts to be collected over the month of December 2017. The surcharge applicable to service under the PASNY Rate Schedule was calculated as a single monetary amount that will be billed to NYPA in December 2017.

The Company will make a filing on or before December 16, 2017 to reflect the expiration of the surcharges on or after January 1, 2018.

Questions regarding this filing can be directed to Ricky Joe at (212) 460-4995.

Very truly yours,

/s/

William A. Atzl, Jr. Director – Rate Engineering