



Inc. Village of Freeport

May 8, 2017

State of New York
Department of Public Service
Three Empire State Plaza
Albany, New York 12223

Attn: Ms. Kathleen H. Burgess
Secretary

Reference: Statement of Fuel Adjustment Cost
Statement No.85

Effective: May 11, 2017

Dear Secretary Burgess,

Village of Freeport hereby submits Statement of Fuel Adjustment Cost No. 85 to Schedule P.S.C. No. 9 effective May 11, 2017.

We are attaching a back-up data sheet and one copy of the Annual Revenue Change as a result of Fuel Adjustment Cost Statement No. 85.

Included in this month's Fuel Adjustment is recovery of the purchase cost of a Transmission Congestion Contract (TCC). With the inception of the New York Independent System Operator (NYISO) we were awarded, at no cost, grandfathered TCCs. This contract has expired on October 31, 2013. The new TCC contracts had an annual cost from the NYISO which was paid at 25% February 2013 and 75% in October 2013. This cost has been included in the Estimated Fuel Cost per kwh on the Statement of Fuel Adjustment and will be adjusted to reconcile estimated to actual cost and collections. Effective November 2013, the Village of Freeport will be collecting the cost for the next annual TCC purchase. This cost will include under recovery expense from prior period and an estimated cost for the current period. In addition, effective November 1, 2013 there will be a reduction in transmission costs with the expiration of legacy transmission contracts commensurate with the effective date of the Transmission Congestion Contract.

Should you have any questions, please contact the undersigned.

Al Livingston, Jr.
Superintendent of Electric Utilities

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