

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

June 1, 2021

Honorable Michelle L. Phillips Secretary New York State Public Service Commission Three Empire State Plaza, 19<sup>th</sup> Floor Albany, New York 12223-1350

## RE: Case 18-E-0130, In the Matter of Energy Storage Deployment Program

Dear Secretary Phillips:

Consolidated Edison Company of New York, Inc. (the "Company") is filing with the Public Service Commission (the "Commission") amendments to its Schedule for Electricity Service, P.S.C. No. 10 – Electricity (the "Electric Tariff"), applicable to its customers in the City of New York and the County of Westchester. The Company is also filing amendments to its Schedule for PASNY Delivery Service, P.S.C. No. 12 – Electricity (the "PASNY Tariff"),<sup>1</sup> applicable to delivery by the Company of power and associated energy to Authority Public Customers under the PASNY Tariff.

The revised Electric Tariff and PASNY Tariff Leaves, which are identified below, are filed to become effective on July 1, 2021.

Electric Tariff Leaf:			
	Leaf No.	Revision No.	Superseding No.
	343.2	3	2
PASNY Tariff Leaf:			
	Leaf No.	Revision No.	Superseding No.
	26.3	11	10

## **Reason for Filing**

This filing is made pursuant to the Commission's Order Directing Modifications to Energy Storage Solicitations, in Case 18-E-0130 issued April 16, 2021 (the "Order"). The Order

<sup>&</sup>lt;sup>1</sup> This Schedule is also titled, "Delivery Service Rate Schedule Implementing and Part of the Service Agreement between the Power Authority of the State of New York ("PASNY" or "NYPA") and Consolidated Edison Company of New York, Inc. (the "Company") dated March 10, 1989, for the Delivery by the Company of Power and Associated Energy to Authority Public Customers."

directed the Company to file tariff revisions necessary to effectuate cost recovery of the contract costs for the energy storage solicitation up to ten years.

## **Tariff Changes**

Pursuant to the Order, the Company modified the existing components in the Monthly Adjustment Clause of the Electric Tariff ("MAC") and Other Charges and Adjustments in the PASNY Tariff ("OTH") regarding recovery of costs associated with the energy storage solicitation project. Currently, the Electric Tariff and the PASNY Tariff call for the recovery of the costs of procurement of scheduling and dispatch rights of qualified energy storage systems, amortized over the life of the contract with each developer, or seven years for costs not associated with a specific developer contract. As per the Order, the maximum contract duration has been extended from seven years to ten years.

In addition, the Company clarified that the reference to the Company's Implementation Plan filed in Case 18-E-0130 is associated with the Competitive Direct Procurement of Scheduling and Dispatch Rights from Qualified Energy Storage Systems Implementation Plan filed in Case 18-E-0130 (the "Implementation Plan"), to avoid confusion with other implementation plans that may be filed in Case 18-E-0130. Furthermore, since the Company in its revised Implementation Plan filed on May 17, 2021, in Case 18-E-0130, removed the recovery section and referred to the Electric and PASNY Tariffs, the Company moved the language from the original Implementation Plan filed on February 11, 2019, to the MAC and OTH stating that the Net Annual Wholesale Market Revenues will be credited to Customers. This is in addition to the existing tariff language stating that, to the extent Net Annual Wholesale Market Revenues exceed the contract costs on an annual basis, the excess will be split on a 70/30 basis between Customers and shareholders. Finally, the Company added the word "respectively" to the sentence describing the split of Net Annual Wholesale Revenues that exceed contract costs to clarify that 70 percent of such amount would be applied to customers and 30 percent would be applied to shareholders.

## **Conclusion and Notice**

Pursuant to Ordering Clause 2 of the Order, the Company is filing these changes to become effective on July 1, 2021, on not less than 30 days' notice. Pursuant to Ordering Clause 3 of the Order, the Commission waived the requirement for newspaper publication of these changes.

Sincerely,

/s/ William A. Atzl, Jr. Director Rate Engineering Department