

May 31, 2016

VIA ELECTRONIC FILING

Honorable Kathleen H. Burgess Secretary New York State Public Service Commission Three Empire State Plaza Albany, NY 12223-1350

Re: Case 14-E-0423 – Proceeding on Motion of the Commission to Develop Dynamic Load Management Programs

Dear Secretary Burgess:

The enclosed tariff leaves, issued by New York State Electric & Gas Corporation ("NYSEG") and Rochester Gas and Electric Corporation ("RG&E"), (together the "Companies") are transmitted for filing in compliance with the requirements of the New York Public Service Commission's (the "Commission") <u>Order Adopting Dynamic Load</u> <u>Management Program Changes with Modifications</u>, issued and effective on May 23, 2016 (the "Order"), in the above referenced proceedings. The tariff leaves will become effective on June 1, 2016.

PSC No. 120 - Electric, Schedule for Electric Service

Leaf No. 117.46, Revision 5 Leaf No. 117.46.2, Revision 2 Leaf No. 117.46.2.1, Revision 1 Leaf No. 117.46.2.2, Revision 1 Leaf No. 117.46.2.3, Revision 1 Leaf No. 117.46.3, Revision 2 Leaf No. 117.46.5, Revision 2 Leaf No. 117.46.9, Revision 2 Leaf No. 117.46.10, Revision 2 Leaf No. 117.46.11, Revision 2 Leaf No. 117.46.12, Revision 2 Leaf No. 117.46.13, Revision 2 Leaf No. 117.46.13, Revision 2 Leaf No. 117.46.16, Revision 2 Leaf No. 117.46.17, Revision 2



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PSC No. 19 – Electric, Schedule for Electric Service

Leaf No. 86.6, Revision 2 Leaf No. 86.6.1, Revision 1 Leaf No. 86.6.2, Revision 1 Leaf No. 86.6.3, Revision 1 Leaf No. 86.7, Revision 2 Leaf No. 86.10, Revision 2 Leaf No. 86.14, Revision 2 Leaf No. 86.15, Revision 2 Leaf No. 86.16, Revision 2 Leaf No. 86.17, Revision 2 Leaf No. 86.20, Revision 2 Leaf No. 86.22, Revision 2

Purpose of Filing

The Companies are submitting this compliance filing to effectuate modifications to the proposed Distribution Load Relief Program (DLRP), Commercial System Relief Program ("CSRP") and Direct Load Control Program (DLC) originally submitted on February 16, 2016, to make required changes for the summer of 2016 in compliance with Ordering Clause No. 1 of the Order.

Overview of Filing

For 2016 only, the Companies will accept applications from Direct Participants and Aggregators for DLRP and CSRP, as late as June 15, 2016 for a start date of July 1, 2016. For the Voluntary Participation Option, the Companies shall accept applications up until the last business day of the month for commencement on the first of the subsequent month.

For both the DLRP and CSRP, Aggregators will be able to increase their kW of pledged Load Relief during a Capability Period only if it enrolls customers whose Aggregator either exited the program or are suspended from enrollment in the program for noncompliance with Aggregator eligibility requirements or the Company's operating procedures. In such case, the Aggregator may increase its kW of pledged Load Relief up to the amount of the transferred customers' existing kW of pledged Load Relief.

For CSRP, the Companies will eliminate the inclusion of Unplanned Events in the calculation of Performance Factors and will lower the dimetch threshold to when the day sheed load forecest is 02% or greater

will lower the dispatch threshold to when the day-ahead load forecast is 92% or greater of the forecast summer system-wide peak load.

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Within DLRP, NYSEG and RG&E will continue to pay their Reservation Payment rates to \$2.75 and \$3.25 per kW per month, respectively, however, it will be for four or fewer Contingency Events and Immediate Events during the effective Capability Period. For five or greater Contingency Events and Immediate Events during the effective Capability Period, NYSEG and RG&E will increase their rates to \$3.00 and 3.50, per kW per month, respectively. The Companies will also update their Test Events to occur within the timeframe of the Load Relief Periods.

The only change to the DLC programs is the addition of language explaining when an event may be called.

Newspaper Publication

In accordance with Ordering Clause No. 5 of the Order, the requirements of 66(12)(b) of the Public Service Law regarding newspaper publication has been waived.

Company Contacts

If there are any questions concerning this filing, please call Brian McNierney at (607)762-8936.

Respectfully submitted,

Lori A. Cole Manager - Regulatory & Tariffs Rates and Regulatory Economics Department

Enclosures