

Proposal Concerning Modifications to LIPA's Tariff for Electric Service

Requested Action:

The Long Island Power Authority ("LIPA" or "Authority") staff ("Staff") proposes to modify LIPA's Tariff for Electric Service (the "Tariff"), effective April 1, 2026, to expressly state that the 12-month Time of Day Bill Protection Guarantee ("TOD Bill Protection Guarantee") is closed to new entrants.

Background:

On March 29, 2023, the LIPA Board of Trustees (the "Board") approved a Tariff modification for the: (1) introduction of time-of-day rate(s), i.e., Rate Codes 194 and 195 (individually, a "TOD Rate" and together, the "TOD Rates"), that would become the standard rate for residential, non-heating service beginning in 2024; (2) migration of certain customers enrolled in LIPA's previous standard flat rate (*i.e.*, Rate Code 180) to a new TOD Rate pursuant to a migration schedule determined by LIPA (the "Migration Schedule"); and (3) implementation of a 12-month bill protection guarantee which provided eligible customers with a risk-free transition to the new TOD Rates (*i.e.*, the TOD Bill Protection Guarantee).¹ This Tariff modification became effective on April 1, 2023.

The Tariff was further amended, effective June 2024, to clarify that the TOD Bill Protection Guarantee would be provided only to eligible customers that enrolled in a TOD Rate through the last scheduled customer migration (the "June 2024 Tariff Amendment").

Pursuant to the Migration Schedule, which was previously presented to the Board, migration for eligible customers to a TOD Rate was completed in January 2026.²

Proposal:

In accordance with the June 2024 Tariff Amendment, LIPA Staff proposes to modify the Tariff to expressly state that the TOD Bill Protection Guarantee is closed to new entrants consistent with the completion of the Migration Schedule.

Financial Impacts: This Tariff proposal will not have a financial impact on the Authority or customers as it memorializes closure of the Guarantee to new entrants consistent with the Migration Schedule.

Affected Tariff Leaves: 187

Summary of Proposed Changes: The LIPA Staff proposes to modify LIPA's Tariff to confirm the closure of TOD Bill Protection to new entrants consistent with the June 2024 Tariff Amendment.

¹ <https://www.lipower.org/wp-content/uploads/2024/05/Approval-of-Tariff-Changes-for-Residential-Time-of-Day-Rates-new.pdf>

² The Migration Schedule was previously presented to the Board at its Board meetings held in January 2024 and thereafter, including but not limited to the meeting held in November 2025.

VIII. SERVICE CLASSIFICATIONS: (continued):**A. SERVICE CLASSIFICATION NO. 1 - Residential Service (continued):
(Rate Codes: 180, 194, 195, 580)****4. Special Provisions****a) Time-of-Day Rate Option**

Beginning in January 2024, Residential Customers will be assigned to Rate Code 194 at the time their account is established or, if previously established on Rate Code 180, according to a migration schedule determined by LIPA. All Residential Customers will retain the option of receiving service under Rate Code 180 or another eligible rate code. Existing Customers scheduled for transfer to Rate Code 194 will be reminded, prior to their scheduled transfer, of their option to remain on Rate Code 180 or another eligible rate code.

- (1) A bill protection guarantee for up to twelve (12) billing months will be provided to only those Customers who: (i) were billed under Rate Code 180 and who have not been on the following Rate Codes: 190, 191, 192, 193, 194, 195 at their current service address and who are migrated to or request enrollment in Rate Codes 194 or 195 through the last scheduled customer migration or (ii) are new residential accounts that do not qualify for Rate Code 580 and are assigned or request enrollment Rate Codes 194 or 195 through the last scheduled customer migration.
 - (a) At the end of the first twelve (12) billing months following their transition to Rate Code 194 or 195, LIPA will calculate what the Customer's bills would have been under Rate Code 180 for the same energy usage and, if lower, credit the difference on the next monthly bill.
 - (b) Customers that terminate their service or transfer to a rate code other than Rate Code 194 or 195 before the first twelve (12) months of billing have occurred will have their bill protection guarantee calculated up to that date of termination or transfer and receive the applicable credit in their next bill.
 - (c) Customers that transfer to another eligible rate code will see the rate change effective as of the date of their last issued bill.

(2) Consistent with the migration schedule, the bill protection guarantee is closed to new entrants.

b) Space Heating

The Space Heating Energy Charge in A.3. above will apply for the following heating applications, provided:

- (1) The size and design of the Customer's heating and heat pump equipment meets the Authority's specifications, and
- (2) The Customer submits a signed Application for this provision and a signed Certificate of insulation compliance, if it applies, and
- (3) The electric resistance heater or heat pump (fireplaces, coal and wood stoves are excluded) supplies all of the heating requirements of the building and is permanently connected.