

Proposal Concerning Modifications to LIPA's Tariff for Electric Service

Requested Action:

The Long Island Power Authority ("LIPA") staff ("Staff") proposes to modify LIPA's Tariff for Electric Service (the "Tariff"), effective January 1, 2027, to: (1) clarify that all Qualifying Low Income Customers enrolled in the LIPA's Low Income Program Discount, known as the Household Assistance Rate, are exempt from reconnection charges, consistent with LIPA's existing affordability practices; (2) remove reference to post-paid return envelopes; and (3) expressly recognize electronic bill delivery and bill payment.

Background:

Reconnection Charges: Pursuant to the Tariff, LIPA imposes Reconnection Charges on customer accounts to recover the incremental costs associated with restoring electric service following a disconnection for nonpayment.¹ Reconnection charges are applied directly to the bill of the subject customer, rather than allocating those costs across all customers for recovery. As part of its affordability initiatives, LIPA has voluntarily waived Reconnection Charges for Qualifying Low-Income Customers, as such term is defined in the Tariff.²

Post-Paid Return Envelopes. The Tariff currently references the inclusion of post-paid return envelopes with Final Termination Notices for non-residential customers.³ However, with the increase in electronic billing and payment options, inclusion of a postage-paid envelope no longer serves as a necessary consumer protection function and may create unnecessary administrative costs. The fundamental purpose of the Final Termination Notice – informing customers how they may avoid termination – remains unchanged and consistent with state-wide requirements.⁴

Electronic Bill Delivery and Bill Payment. The Tariff currently contemplates delivery of bills by mail or by hand but does not expressly recognize electronic bill delivery. Increasing numbers of customers elect to receive bills via electronic mail. In addition, customers increasingly utilize electronic payment methods, including online payments, automated telephone payments, and electronic funds transfer arrangements to pay their bills. Consistent with current customer practices and industry standards, the Tariff should expressly authorize delivery of bills electronically to an electronic address designated by the Customer and recognize the Authority's acceptance of electronic bill payment methods.

¹ LIPA Tariff Leaf No. 156.

² As defined in Tariff Leaf 20, "[a] customer who provides documentation of enrollment in at least one of the following programs: Low Income Home Energy Assistance Program (LIHEAP); Medicaid; Supplemental Nutrition Assistance Program (SNAP); Supplemental Security Income (SSI); Temporary Assistance for Needy Family Assistance (FA); Safety Net Assistance – Public Assistance; United States Veterans Disability Pension or Veterans Surviving Spouse Pension or Child Health Plus. In addition, a customer may also qualify for the low-income discount if they can provide documentation of proof of enrollment in the Federal Lifeline Program or any public assistance program that would qualify under the Federal Lifeline Program."

³ LIPA Tariff Leaf No. 116.

⁴ 16 NYCRR Part 13

Proposal:

Reconnection Charges. Staff proposes to revise the Tariff to expressly state that all Qualifying Low Income Customers enrolled in the Household Assistance Rate are exempt from Reconnection Charges. This amendment aligns the Tariff with LIPA's existing affordability policy and operating practices.

Post-Paid Return Envelopes. Staff proposes to remove references to post-paid return envelopes from the Tariff. Advances in customer payment options, including online, automated telephone, electronic funds transfer, walk-in customer office, kiosks and payment stations, have rendered the postage-paid envelope provision obsolete. The proposed revision aligns the Tariff with current customer payment practices.

Electronic Bill Delivery and Bill Payment. Staff proposes to expressly provide that bills may be delivered electronically to an electronic address designated by the Customer. Staff further proposes to clarify that Customers may make bill payments through electronic payment methods authorized by the Authority, including online payments, automated telephone payments, and electronic funds transfer arrangements. The proposed change would clarify the Authority's existing billing and payment practices while maintaining Customers' access to billing information, payment options, and all applicable customer protections. The proposed change is intended solely to modernize the Tariff's bill delivery and payment provisions and does not alter Customers' rights regarding billing, notice, payment disputes, or service termination.

Financial Impacts:

The proposed revisions are not expected to have a material financial impact.

Affected Tariff Leaves:

Reconnection Charges: 38C, 106A, 156, 157.

Post-Paid Return Envelopes: 116

Electronic Bill Delivery and Bill Payment: 17, 99, 186, 196E, 198, 202, 207, 215, 229, 236B, 236I, 238, 242, 245, 248, 259, 264N, 272.

Summary of Proposed Changes:

Staff proposes to modify LIPA's Tariff to: (1) clarify that all Qualifying Low-Income Customers enrolled in the Household Assistance Rate are exempt from Reconnection Charges, consistent with LIPA's existing affordability practices; (2) remove reference to post-paid return envelopes; and (3) expressly recognize electronic bill delivery and bill payment.

I. General Information (continued):**B. Abbreviations and Definitions (continued):**

H: Heat-Related Service: A service provided under a residential space-heating rate classification or service needed to start or operate the primary heating system. It also includes a safe, supplemental electrical heating device that is needed by the Customer because the third-party who controls the primary heating system does not supply enough heat.

Hybrid Electric Generating System or Hybrid System: An electric generating system consisting exclusively of wind and solar electric generators which are metered and billed as single unit, Hybrid electric generating systems owned and/or operated by Residential, or Residential Farm, or Nonresidential or Farm Service Customers may be eligible for net metering. Hybrid systems may not include micro- Combined Heat and Power (CHP) or micro-Fuel Cell electric generation.

I: Incremental Capacity Expansion: Capacity addition to electric generating system after initial project install, that does not replace the solar panels and the inverter of the prior generating system.

J: Jurisdiction: The right and power to interpret and apply the law.

K: Kilovar(s) = KVAR 1,000 reactive volt-amperes (See Reactive Power)

A unit of measure of that part of Apparent Power that is not useful, but is required by some types of electricity-consuming devices such as motors.

Kilovolt-ampere = kVA = 1,000 volt-amperes (See Volt-amperes)

Kilowatt(s) = kW = 1,000 watts

A unit of measure of that part of Apparent Power that is useful (Real Power). (See Power)

Kilowatt-hour = kWh = 1,000 watt-hours

A unit of electric energy equal to one (1) kilowatt of power supplied to or taken from an electricity-consuming device steadily for one (1) hour.

L: Large Offsite Customer(s): Commercial customer(s) with demand billing that host a Remote Net Metering or Community Net Metering project or participate as a Satellite Account.

Large Offsite Project(s): Projects using an Eligible Net Metering Technologies owned by a hosting Large Offsite Customer(s).

Large Onsite Customer(s): Commercial customer(s) with an Eligible Net Metering Technologies project (see Section 1.B.) at the same location and electrically connected, behind the Commercial customer's meter, with

- (a) an AC capacity over 750 kW, or
- (b) an estimated annual output more than 110% of that customers annual usage in kWh, or
- (c) a commercial customer who is billed demand and choose to be considered a Large Onsite Customer, or
- (d) a commercial customer who is billed demand but does not qualify to be considered a Commercial Demand NEM Customer.

Large Onsite Project(s): Projects using an Eligible Net Metering Technologies owned by a Large-Onsite Customer(s).

Late Payment: Payment made more than twenty (20) calendar days after the date payment was due. The due date is the earlier of the two (2) dates: the personal delivery date or three (3) calendar days after the (e)mailing of the bill. The Customer must pay the bill by the "Pay by" date on the bill to avoid making a late payment.

Letter of Credit: A letter issued by a bank authorizing the bearer to draw a stated amount of money from the issuing bank, its branches, or other associated banks or agencies.

Levelized Payment Plan: (See *Balanced or Budget Billing Plan*)

Liability: A legal obligation.

Line: A system of overhead poles, wires, and accessory equipment or underground ducts, conduits, and cables used for the distribution of electricity to Customers.

Line Extension: The addition of poles, wires, ducts, conduits, appurtenant facilities and additional equipment to a distribution line used to expand the shared distribution of electricity to Customers.

I. General Information (continued):**C. General Terms and Conditions (continued):****c) Billing**

- (1) Upon enrollment (or, for Customers already enrolled as of the effective date of this Leaf, upon renewal), each Qualifying Low Income Customer who is (a) eligible for a Balanced Billing Plan (in accordance with Section IV D. 2); (b) not already enrolled in a Balanced Billing Plan; and (c) not a participant in the Division of Social Service direct voucher payment program will be notified that the Authority will enroll the Customer in a Balanced Billing Plan unless the Customer prefers to remain on standard billing. After a reasonable opportunity to decline Balanced Billing has been provided, any such Qualifying Low-Income Customer who does not decline will be enrolled in a Balanced Billing Plan.
- (2) If the total bill credit identified in C.21.b) (1) exceeds the charges for the entire billing period including Power Supply Charge, the current billing period's discount will equal the total bill for that period.

d) Reconnection Charges

- (1) As per Section V.H.3.d) the "Reconnection Charge" will not apply to Qualifying Low-Income Customers ~~receiving financial assistance from a local social services department.~~

22. Customer Contact Consent

- a) Customers who provide their wireless telephone number to the Authority when they initially sign up to receive utility service, subsequently supply the wireless telephone number, or later update their contact information, are giving consent to be contacted by the Authority at that number with messages that are closely related to the utility service, which may include but are not limited to the following: notification of planned or unplanned service outages; notification of field work that directly affects the Customer's utility service; and notification that failure to make payment will result in service curtailment.

IV. Billing Process and Payment of Bills (continued):**A. Meter Reading, Billing Periods, and Estimated Bills (continued):
Estimated Bills for Nonresidential Customers (continued):****d) Suspension of No-Access Notices and Charges**

Except for demand-billed Customers, the Authority may, if it chooses, stop issuing no-access notices or charges for up to ninety (90) days, if the Access Controller contacts the Authority and provides a valid reason for postponing access.

e) Responsibility for Legal Costs

The Access Controller shall pay all the legal costs involved with gaining access to the Customer's meter.

9. Delivery of Bills

The Authority will deliver bills to Customers, by mail, ~~or~~ by hand, or electronically to the Customer's designated electronic address, service address, mailing address, or other to an address provided by the Customer. If no such address is available, bills may be delivered to the Customer's or to the last known mailing or electronic address of the Customer.

10. Daylight Savings Time

All rates shall be metered at DST between the second Sunday in March and the first Sunday in November and at Eastern Standard Time (EST) for the remainder of the year. Furthermore, when meters are re-programmed or replaced, their energy shall be metered and billed in accordance with the applicable DST time frame, as defined by federal law.

IV. Billing Process and Payment of Bills (continued):**C. Charges for Miscellaneous Services (continued):****4. Uncollectible Payment Handling Charge**

The Authority will charge the Customer a twenty dollar (\$20) handling charge plus applicable taxes and assessments. This handling charge includes any amount the Authority paid to its bank for handling the instrument if it receives a check or other negotiable financial instrument in payment for any bill, charge, or deposit that is not collectible, for any reason.

5. Late Payment Charge

The Authority's charge for late payment of bills for the accounts of all Customers as specified in Section IV. D. 4 will be one and one-half percent (1.5%) for each monthly billing period to all amounts billed, but for which the Authority has not received payment by the "Pay by" date on the bill, which will be not less than twenty (20) days after the date payment is due. Residential customers are not responsible for late payment charges on amounts billed, if the bill is subject to a pending complaint with the Department of Public Service or the Manager pursuant to Section VI. of the Tariff, except that any such late payment charge may be imposed retroactively if the complaint is finally resolved in favor of the Authority. The Authority may suspend the imposition of Late Payment Charges in the event a state of emergency affecting the service territory is declared.

6. Field Collection Charge

The Authority's Field Collection Charge will be fifty-nine dollars (\$59) (see Section V.B.11.d on Leaf No. 124). The Field Collection Charge will be applicable to Nonresidential Customers.

7. Reconnection Charge

The Authority's Reconnection Charge will be eighty dollars (\$80) (see Section V.H.3 on Leaf No. 156). The Reconnection Charge will be applicable to both Residential and Nonresidential Customers. Qualifying Low Income Customers are exempt from the Reconnection Charge. The Authority may suspend the imposition of Reconnection Charges in the event a state of emergency affecting the service territory is declared.

8. Service Initiation Charge

a) The Service Initiation Charge will be applicable to Nonresidential Customers only. (see Section II.D.5.b on Leaf No. 49).

b) The Authority's charges to initiate service to Nonresidential Customers are:

- (1) Two hundred and twenty dollars (\$220) when the Authority has to perform a new service connection or reconnection, set or re-set a meter, or unlock the service equipment to energize the connection to a Customer's premise.
- (2) Sixty dollars (\$60) in all cases where service or meter connections are not required.

c) The Service Initiation Charge will not be applied to new customers who take service under Service Classification No. 5 - Traffic Signal Lighting, 7A - Outdoor Area Lighting - HPS (High Pressure Sodium) and MH (Metal Halide), 10 - Public Street and Highway Lighting Energy and Connection, Seasonal Rates (Rate Codes 283 and 293) and unmetered service under Rate Code 280.

d) The Service Initiation Charge will not be applied to an account transferred to a landlord for the time period between the termination of the account by the prior tenant and the establishment of a new electric account for a new tenant in the same location, with the following exceptions:

- (1) If the account's usage exceeds six (6) kWh per day in any subsequent billing period while in the landlord's name, the Service Initiation Charge of sixty dollars (\$60) will apply.
- (2) If the conditions described in IV.C.8.b.exist, the Service Initiation Charge of two hundred and twenty dollars (\$220) will apply.

V. Termination of Service (continued):**A. Reasons for Termination of Service (continued):****Non-Emergency Situations (continued):**

- (8) For Nonresidential Customers, the Authority may terminate service:
 - (a) At least five (5) days after issuing a Final Termination Notice to the Customer in person, or
 - (b) At least eight (8) days after mailing a Final Termination Notice, ~~with a post paid envelope,~~ to the Customer at the address where service is provided or to an alternate address given in writing by the Customer to the Authority for billing purposes, or
 - (c) At least five (5) days after the Customer has either signed for or refused a registered letter, containing the Final Termination Notice, sent to the Customer at the address where service is provided or to an alternate address given in writing by the Customer to the Authority for billing purposes.
- e) Does not provide reasonable access to the premises for necessary work, after the Authority followed the No-Access procedures.
- f) Receives service through tampered equipment. The Authority may terminate such service without advance notice to the Customer if the Authority:
 - (1) Has evidence that the Customer opened the account and used service before the tampering began, or that the Customer knew, or should have known, that service was not being billed completely, and
 - (2) Has issued an unmetered-service bill, and
 - (3) Has made reasonable efforts to give a person in charge of the premises:
 - (a) The written unmetered-service bill, and
 - (b) Oral notice of what the Authority requires to continue service to the Customer, including payment by cash, certified check, or money order within two (2) hours of up to, but not more than 50 percent of the amount owed, and
 - (4) Has not been paid.

V. Termination of Service (continued):**H. Reconnection of Service (continued):****Conditions for Reconnection or Provision of Nonresidential Service (continued):**

- e) If a Nonresidential Customer's service is terminated because the electricity is used by the Customer with equipment which has a negative effect on or interferes with the operation of the facilities of the Authority, of its Customers, or of another public service company, the Authority does not have to reconnect service until the Customer:

- (1) Stops using the equipment, or
- (2) Installs equipment that will correct the negative effect or interferences.

- f) If a Nonresidential Customer's service is terminated for two (2) or more of the reasons in a., b., c., d., or e. above, the Authority will reconnect service when the Customer requests reconnection and meets all the conditions required. Service will be reconnected within twenty-four (24) hours after the last condition is met.

3. Reconnection Charges

- a) When the Authority reconnects a Customer's electric service that has been terminated for nonpayment of bills, a Reconnection Charge will be billed to the Customer after the reconnection of service.
 - (1) A Nonresidential Customer will be charged a Field Collection Charge in addition to the Reconnection Charge (see Section V.B.11.d on Leaf No. 124).
 - (2) Residential Customers will not be charged a Field Collection Charge in addition to the Reconnection Charge.
- b) A Reconnection Charge will also be billed when a Customer requests termination of service and then reapplies for service at the same premises within a twelve (12) month period.
- c) The Authority's charges for reconnection of electric service are stated in Section IV.C.7.
- d) A Reconnection Charge will not apply to Qualifying Low-~~Income~~ Customers ~~receiving financial assistance from a local social services department.~~

V. Termination of Service (continued):**H. Reconnection of Service (continued):**

- (1) Customers who are not currently identified by the Authority as Qualifying Low-Income Customers are required to give the Authority proof that they have been certified as income eligible, within the immediately preceding last ~~twelve~~ eighteen (~~12~~) months, to receive one (1) or more of the benefits listed above.
 - e) A Reconnection Charge will apply to Customers who are terminated for non-payment of the NYSERDA Loan Installment Charge and/or the Securitization Charge.
4. Obligations of the Authority for Timely Reconnection of Service
- a) The Authority will reconnect service, unless prevented by circumstances beyond its control or the Customer requests otherwise, not more than twenty-four (24) hours after any of the conditions in 1. above are met. Circumstances beyond the control of the Authority include but are not necessarily limited to bad weather, Customer not present during appointment, serious physical obstacles, health or safety concerns, new construction requirements, labor disputes, inability to gain access, and legal restrictions. The Authority will reconnect service not more than twenty-four (24) hours after the circumstances beyond its control, that prevented reconnection, no longer exist.
 - b) For Residential Customers, if the Authority is required to reconnect service and fails or neglects to do so on time for reasons other than circumstances beyond its control, the Authority will:
 - (1) Credit the Residential Customer's account fifty dollars (\$50) for each day or part of a day that service is not supplied after the date it should have been reconnected in cases involving:
 - (a) Certified Medical emergencies (See V.B.13.), or
 - (b) The elderly, blind, or disabled (See V.B.14.), or
 - (c) Heat-related service during Cold Weather Periods (See V.B.15.), or
 - (d) The Authority has been notified that the health or safety of a Customer is likely to be seriously threatened if service is not reconnected.

VIII. SERVICE CLASSIFICATIONS: (continued):**A. SERVICE CLASSIFICATION NO. 1 - Residential Service (continued):****(Rate Codes: 180, 194, 195, 580)****Rates and Charges per Meter (continued):****a) Adjustments to Rates and Charges**

Each Customer's bill will be adjusted for the Power Supply Charge, Increases in Rates and Charges to Recover PILOT Payments, the Shoreham Property Tax Settlement Rider, the Distributed Energy Resources Cost Recovery Rate, the Merchant Function Charge, the New York State Assessment Factor, Revenue Decoupling Mechanism, the Securitization Offset Charge, and the Delivery Service Adjustment.

Each Customer's bill may be adjusted for the following additional charges:

- i) Customer Benefit Contribution Charge as identified in Section VII.L
- ii) Visual Benefit Assessment as identified in Section VII.G
- iii) Undergrounding Charge as identified in Section III.D

4. Minimum Charge - All Rate Codes

The Minimum Charge is the applicable Service Charge for each meter, plus Adjustments to Rates and Charges. Late Payments shall be subject to Late Payment Charges.

5. Terms of Payment

The Customer shall pay the balance due in cash, including checks and money orders, or through an acceptable money-transfer process, as determined by the Authority, on receiving the bill.

6. Term of Service

The Authority will provide service to the Customer until service is terminated either by the Customer or the Authority.

- a) The Customer shall give the Authority five (5) days written notice when requesting termination of service.
- b) The Authority may terminate service to the Customer in accordance with the provisions of the Tariff.

VIII.SERVICE CLASSIFICATIONS (continued):**C.1 SERVICE CLASSIFICATION NO. 1-VTOU****Voluntary Residential Service with Time-of-Use Rates (continued):****(Rate Codes: 190, 191, 192, 193)****Rates & Charges Per Meter (continued):****b) Adjustments to Rates and Charges**

Each Customer's bill will be adjusted for the Power Supply Charge, Increases in Rates and Charges to Recover PILOT Payments, the Shoreham Property Tax Settlement Rider, the Distributed Energy Resources Cost Recovery Rate, the Merchant Function Charge, the New York State Assessment Factor, Revenue Decoupling Mechanism, the Securitization Offset Charge, and the Delivery Service Adjustment.

Each Customer's bill may be adjusted for the following additional charges:

- i) Customer Benefit Contribution Charge as identified in Section VII.L
- ii) Visual Benefit Assessment as identified in Section VII.G
- iii) Undergrounding Charge as identified in Section III.D

7. Minimum Charge

The Minimum Charge is the Service Charge, plus Adjustments to Rates and Charges.

8. Terms of Payment

The Customer shall pay the balance due in cash, including checks and money orders, or through an acceptable money-transfer process, as determined by the Authority, on receiving the bill. Late Payments shall be subject to Late Payment Charges.

9. Term of Service

- a) The Authority will provide service to the Customer until service is terminated either by the Customer or the Authority.
- b) The Customer shall give the Authority five (5) days written notice when requesting termination of service.
- c) The Authority may terminate service to the Customer in accordance with the provisions of the Tariff.

10. Special Provisions**a) Service for Religious Purposes, Community Residences, or Veterans Organizations**

- (1) Customers under this Service Classification who use electricity for religious purposes, for Community Residences, or Veterans Organizations as specified in A.1.a. above, may apply for a suitable nonresidential service after a minimum term of one (1) year.
- (2) The transferring Customer shall submit a new Application to the Authority before the transfer, and the transfer will take place at the time of the Customer's next meter reading.

VIII. SERVICE CLASSIFICATIONS (continued):**D. SERVICE CLASSIFICATION NO. 2 - General Service – Small (continued):****(Rate Code: 280)****Rates and Charges per Meter (continued):****a) Adjustments to Rates and Charges**

Each Customer's bill will be adjusted for the Power Supply Charge, Increases in Rates and Charges to Recover PILOT Payments, the Shoreham Property Tax Settlement Rider, the Distributed Energy Resources Cost Recovery Rate, the Merchant Function Charge, the New York State Assessment Factor, Revenue Decoupling Mechanism, Delivery Service Adjustment, and the Securitization Offset Charge.

Each Customer's bill may be adjusted for the following additional charges:

- i) Customer Benefit Contribution Charge as identified in Section VII.L
- ii) Visual Benefit Assessment as identified in Section VII.G
- iii) Undergrounding Charge as identified in Section III.D

1. Minimum Charge

The Minimum Charge is the Service Charge for each meter, plus Adjustments to Rates and Charges.

2. Terms of Payment

The Customer shall pay the balance due in cash, including checks and money orders, or through an acceptable money-transfer process, as determined by the Authority, on receiving the bill. Late payments shall be subject to Late Payment Charges.

3. Terms of Service

- a) The Authority will provide service to the Customer until service is terminated either by the Customer or the Authority.
- b) The Customer shall give the Authority five (5) days written notice when requesting termination of service.
- c) The Authority may terminate service to the Customer in accordance with the provisions of the Tariff.

4. Special Provisions**a) Corrective Equipment Requirements**

When the installation includes welders, x-rays, or other apparatus having a highly fluctuating or large instantaneous demand, the Customer shall provide batteries, rotating equipment, or other corrective equipment to reduce the inrush current to an amount acceptable to the Authority.

b) Two-Phase Service

Two-phase service is no longer available. Any Customer receiving two-phase service under this Service Classification will continue to receive the service until other arrangements are made.

VIII. SERVICE CLASSIFICATIONS (continued):**E. SERVICE CLASSIFICATION NO. 2-VMRP****Voluntary Small General Service With Multiple Rate Periods: (continued)**
(Rate Code:292)7. Minimum Charge

The Minimum Charge is the Service Charge, plus Adjustments to Rates and Charges.

8. Terms of Payment

The Customer shall pay the balance due in cash, including checks and money orders, or through an acceptable money-transfer process, as determined by the Authority, on receiving the bill. Late payments shall be subject to Late Payment Charges.

9. Term of Service

- a) The Authority will provide service to the Customer until service is terminated either by the Customer or the Authority.
- b) The Customer shall give the Authority five (5) days written notice when requesting termination of service.
- c) The Authority may terminate service to the Customer in accordance with the provisions of the Tariff.

10. Special Provisionsa) Corrective Equipment Requirements

When the installation includes welders, x-rays, or other apparatus having a highly fluctuating or large instantaneous demand, the Customer shall provide batteries, rotating equipment, or other corrective equipment to reduce the inrush current to an amount acceptable to the Authority.

b) Transfer to Service Classification No. 2-L, or 2L-VMRP

- (1) Customers will be transferred to Service Classification No. 2-L, or at their option 2L-VMRP when:
 - (a) For monthly-billed Customers, electric use during the last twelve (12) months has equaled or been greater than 2,000 kWh in each of two (2) consecutive monthly billing periods, or
 - (b) For bimonthly-billed Customers, electric use during the last twelve (12) months has equaled or been greater than 4,000 kWh in two (2) consecutive bimonthly billing periods.
- (2) The transfer will take place within ninety (90) days after the Authority certifies that the Customer qualifies for the service.

VIII. SERVICE CLASSIFICATIONS (continued):**F. SERVICE CLASSIFICATION NO. 2-L - General Service – Large (continued):
(Rate Codes: 281, 283, 291)****6. How Demand is Determined**

- a) The Authority will furnish and maintain a demand meter of standard type to determine the demand. The demand is the maximum 15-minute integrated demand during the month, taken to the nearest one-half (1/2) kilowatt.
- b) For billing purposes, the Authority will establish the monthly demand for the period ending on the date the meter is read or estimated, and it will be the greater of:
 - (1) The recorded demand, or
 - (2) For the summer months (June through September), 85% of the maximum recorded demand established during any summer month throughout the preceding eleven (11) months or
 - (3) For the winter months (October through May), 70% of the maximum recorded demand established during any summer month (June through September) throughout the preceding eleven (11) months.
- c) Only the recorded demand will apply to Customer-generators eligible for net billing.

7. How the Net Reactive Demand is Determined

- a) The Net Reactive Demand is the 15-minute integrated kilovolt-amperes of lagging reactive demand minus 45% of the 15-minute integrated kilowatt demand recorded during the same 15-minute period.
- b) The Customer will be billed monthly for the maximum Net Reactive Demand recorded between 7:00 a.m. through 11:00 p.m.
- c) For monthly billing purposes, the maximum Net Reactive Demand will be the greater of:
 - (1) The maximum Net Reactive Demand recorded for the month from 7:00 a.m. through 11:00 p.m., or
 - (2) 100% of the maximum Net Reactive Demand recorded from June through September, from 7:00 a.m. through 11:00 p.m., during the last eleven (11) months.

8. Terms of Payment

The Customer shall pay the balance due in cash, including checks and money orders, or through an acceptable money-transfer process, as determined by the Authority, on receiving the bill. Late payments shall be subject to Late Payment Charges.

VIII. SERVICE CLASSIFICATIONS (continued):**G. SERVICE CLASSIFICATION NO. 2L - VMRP****Voluntary Large Demand Metered Service With Multiple Rate Periods (continued):**
(Rate Code: 294)**9. Terms of Payment**

The Customer shall pay the balance due in cash, including checks and money orders, or through an acceptable money-transfer process, as determined by the Authority, on receiving the bill. Late payments shall be subject to Late Payment Charges.

10. Term of Service

The Authority will provide service to the Customer for one (1) year from the start of service and renewed annually after that, unless service is terminated either by the Customer or the Authority.

- a) The Customer shall give the Authority five (5) days written notice before its Anniversary Date when requesting termination of service.
- b) The Authority may terminate service to the Customer in accordance with the provisions of the Tariff.
- c) The Authority will not renew service within one (1) year of termination at the same location for the same Customer.

11. Special Provisions**a) Corrective Equipment Requirements**

When the installation includes welders, x-rays, or other apparatus having a highly fluctuating or large instantaneous demand, the Customer shall provide batteries, rotating equipment, or other corrective equipment to reduce the inrush current to an amount acceptable to the Authority.

b) Two-Phase Service

Two-phase service is no longer available. Any Customer receiving two-phase service under this Service Classification will continue to receive the service until other arrangements are made.

VIII. SERVICE CLASSIFICATIONS (continued):**I. SERVICE CLASSIFICATION NO. 2 - MRP****Large General and Industrial Service With Multiple Rate Periods (continued):**
(Rate Codes: 284, 285, M284, M285)**7. How the Net Reactive Demand is Determined**

- a) The Net Reactive Demand is the 15-minute integrated kilovolt-amperes of lagging reactive demand minus 48% of the 15-minute integrated kilowatt demand recorded during the same 15-minute period.
- b) The Customer will be billed monthly for the maximum Net Reactive Demand recorded between 7:00 a.m. through 11:00 p.m.
- c) For billing purposes, the maximum Net Reactive Demand will be the greater of:
 - (1) The maximum Net Reactive Demand recorded for the month from 7:00 a.m. through 11:00 p.m., or
 - (2) 100% of the maximum Net Reactive Demand recorded from June through September, from 7:00 a.m. through 11:00 p.m., during the last eleven (11) months.

8. Terms of Payment

The Customer shall pay the balance due in cash, including checks and money orders, or through an acceptable money-transfer process, as determined by the Authority, on receiving the bill. Late payments shall be subject to Late Payment Charges.

9. Term of Service

- a) The Authority will provide service to the Customer for at least one (1) year and until service is terminated either by the Customer or the Authority.
- b) The Customer shall give the Authority thirty (30) days written notice when requesting termination of service.
- c) The Authority may terminate service to the Customer in accordance with the provisions of the Tariff, after giving the Customer thirty (30) days written notice.
- d) The Authority may require the Customer to take service at rates effective for a longer term because of the investment required or other unusual conditions related to the service.

VIII. SERVICE CLASSIFICATIONS (continued):**J. SERVICE CLASSIFICATION NO. 2 – EVC 281****Commercial Electric Vehicle Charging Rates for 281 Customers:**
(Rate Codes: E1296, E2296, E3296, E4296)**8. Terms of Payment**

The Customer shall pay the balance due in cash, including checks and money orders, or through an acceptable money-transfer process, as determined by the Authority, on receiving the bill. Late payments shall be subject to Late Payment Charges.

9. Terms of Service

- e) The Authority will provide service to the Customer for at least one (1) year and until service is terminated either by the Customer or the Authority.
- f) The Customer shall give the Authority thirty (30) days written notice when requesting termination of service.
- g) The Authority may terminate service to the Customer in accordance with the provisions of the Tariff, after giving the Customer thirty (30) days written notice.
- h) The Authority may require the Customer to take service at rates effective for a longer term because of the investment required or other unusual conditions related to the service.

10. Special Provisions**a) Changes in Eligibility of Existing Accounts**

If there is an Applicant for an existing account, but the Authority believes the Applicant's business activity will change the characteristics of the account's loads, the account will be considered a new account for Service Classification purposes.

- c) Customer charging station is subject to site inspection as determined by the Authority.
- d) The Authority retains the right to request supporting documentation including separately metered EV Charging loads to assess Charging Ratios.

VIII.SERVICE CLASSIFICATIONS (continued):**J.1 SERVICE CLASSIFICATION NO. 2 – EVC 285****Commercial Electric Vehicle Charging Rates for 285 Customers:**
(Rate Codes: E1295, E2295, E3295, E4295)**8. Terms of Payment**

The Customer shall pay the balance due in cash, including checks and money orders, or through an acceptable money-transfer process, as determined by the Authority, on receiving the bill. Late payments shall be subject to Late Payment Charges.

9. Terms of Service

- i) The Authority will provide service to the Customer for at least one (1) year and until service is terminated either by the Customer or the Authority.
- j) The Customer shall give the Authority thirty (30) days written notice when requesting termination of service.
- k) The Authority may terminate service to the Customer in accordance with the provisions of the Tariff, after giving the Customer thirty (30) days written notice.
- l) The Authority may require the Customer to take service at rates effective for a longer term because of the investment required or other unusual conditions related to the service.

10. Special Provisions**b) Requirements for Service at 69,000 Volts or Higher**

The Applicant shall provide and maintain voltage regulating equipment and circuit breakers complete with accessory equipment, using the procedures and schedules specified by the Authority.

c) Changes in Eligibility of Existing Accounts

If there is an Applicant for an existing account, but the Authority believes the Applicant's business activity will change the characteristics of the account's loads, the account will be considered a new account for Service Classification purposes.

- e) Customer charging station is subject to site inspection as determined by the Authority.
- f) The Authority retains the right to request supporting documentation including separately metered EV Charging loads to assess Charging Ratios.

VIII. SERVICE CLASSIFICATIONS (continued):**K. SERVICE CLASSIFICATION NO. 5**
Traffic Signal Lighting (continued):
(Rate Code: 980)**4. Definition of Control Mechanism for Billing Purposes:**

A control mechanism is a device that controls the signal lights and other traffic/pedestrian equipment at an intersection.

5. Rates and Charges**a) Rates per Signal Face of Light per Month**

\$ 10.65 per control mechanism per month.
\$ 3.15 per incandescent signal face per month.
\$ 4.34 per LED signal face per month

b) Adjustment to Rates and Charges

Each Customer's bill will be adjusted for the Power Supply Charge, Increases in Rates and Charges to Recover PILOT Payments, the Shoreham Property Tax Settlement Rider, the Distributed Energy Resources Cost Recovery Rate, the Merchant Function Charge, the New York State Assessment Factor, the Securitization Offset Charge, and the Delivery Service Adjustment.

6. Terms of Payment

The Customer shall pay the balance due in cash, including checks and money orders, or through an acceptable money-transfer process, as determined by the Authority, on receiving the bill. Late payments shall be subject to Late Payment Charges.

7. Term of Service

- a) The Authority will provide service to the Customer until service is terminated either by the Customer or the Authority.
- b) The Customer shall give the Authority thirty (30) days written notice when requesting termination of service.
- c) The Authority may terminate service to the Customer in accordance with the provisions of the Tariff, after giving the Customer thirty (30) days written notice.

VIII. SERVICE CLASSIFICATIONS (continued):**L. SERVICE CLASSIFICATION NO. 7**
Outdoor Area Lighting (continued):
(Rate Code: 780)**4. Minimum Charge**

The monthly Minimum Charge is the charge computed under the Rates in 3 a., b. and c. above.

5. Terms of Payment

The Customer shall pay the balance due in cash, including checks and money orders, or through an acceptable money-transfer process, as determined by the Authority, on receiving the bill. Late payments shall be subject to Late Payment Charges.

6. Term of Service

- a) The Term of Service is one (1) year, and the Authority will provide service to the Customer until service is terminated either by the Customer or the Authority.
- b) The Customer shall give the Authority five (5) days written notice when requesting termination of service, after one (1) year from the start of service.
- c) The Authority may terminate service to the Customer in accordance with the provisions of the Tariff.
- d) The Authority may terminate service immediately if, for any reason, the Authority is unable to maintain the lines needed to supply the facility or is unable to maintain the facility.
- e) The Authority will terminate service to a location and remove the facilities if the Authority decides that a location is too costly because of damaged equipment, unless a satisfactory arrangement can be made between the Authority and the Customer.

7. Special Provisions**a) Authority Furnished and Installed Fixtures**

The Authority will furnish and install the outdoor lighting fixtures if:

- (1) The Customer has assured the Authority that the service will be on a continuous and reasonably permanent basis, and
- (2) The Customer signs a contract agreeing to the terms of this Service Classification.

VIII. SERVICE CLASSIFICATIONS (continued):**M. SERVICE CLASSIFICATION NO. 7A****Outdoor Area Lighting - HPS (High Pressure Sodium), MH (Metal Halide), and LED (Lighting Emitting Diode) (continued):****(Rate Codes: 781, 782)****Rates and Charges (continued):**

<u>Lamp Type</u>	<u>Type Luminaire</u>	<u>Approximate Lumens</u>	<u>Total Watts</u>	<u>Monthly Rates</u>
HPS**	Full Cut-off	28,500	305	\$ 44.27
HPS**	Full Cut-off	50,000	455	\$ 57.03
MH**	Full Cut-off	20,500	288	\$ 44.50
MH**	Full Cut-off	36,000	455	\$ 57.03
LED***	Full Cut-off	19,270	150	\$ 44.27
LED***	Full Cut-off	29,100	250	\$ 57.03
LED	Full Cut-off	19,850	130	\$ 44.27
LED	Full Cut-off	30,300	210	\$ 57.03

*Commencing October 1, 2003, not available for new installations or replacements.

** Effective January 1, 2019 these luminaires are no longer available for new installations or unit replacements. Effective January 1, 2022, bulbs and photocells replacements for these luminaires will also no longer be available.

***Effective June 1, 2024, these luminaires are no longer available for new installations or unit replacements.

- a) The charge for Additional Overhead Secondary Cable and Poles dedicated to the Customer is \$22.27 per span per month.

b) Adjustments to Rates and Charges

Each Customer's bill will be adjusted for the Power Supply Charge, Increases in Rates and Charges to Recover PILOT Payments, the Shoreham Property Tax Settlement Rider, the Distributed Energy Resources Cost Recovery Rate, the Merchant Function Charge, the New York State Assessment Factor, the Securitization Offset Charge, and the Delivery Service Adjustment.

2. Minimum Charge

The monthly Minimum Charge is the facilities charge computed under the rates in 3. a), b) and c) above for the number of lighting facilities in place on the billing date.

3. Terms of Payment

The Customer shall pay the balance due in cash, including checks and money orders, or through an acceptable money-transfer process, as determined by the Authority, on receiving the bill. Late payments shall be subject to Late Payment Charges.

VIII. SERVICE CLASSIFICATIONS (continued):**N. SERVICE CLASSIFICATION NO. 10****Public Street and Highway Lighting Energy and Connections:**
(Rate Codes: 1580, 1581)**1. Who Is Eligible**

- a) Customers who will use this service for lighting of public streets, highways, parks, parking fields, and similar areas where facilities are owned and maintained by governmental agencies or their agents, and
- b) The Authority will furnish service only after suitable agreements are signed that cover energy requirements and service connections.

2. Character of Service

- a) Unmetered, single-phase, 60 hertz, alternating current supplied to Customer-owned, operated, and maintained lighting facilities (a lighting facility includes luminaries, posts, supply circuits, and all associated equipment needed), and
- b) Provided at suitable voltages chosen by the Authority.

3. Rates and Charges

- a) The Energy Charge per Lighting Facility per Month is \$0.0632 per kWh, for the monthly kWh of unmetered lighting service specified in the Tariff.
- b) The Underground Connection Charge per Month is \$4.79 per Energy Delivery Point serving one or more underground-supplied lighting facility as described in Special Provision 7.a. below.
- c) Adjustments to Rates and Charges

Each Customer's bill will be adjusted for the Power Supply Charge, Increases in Rates and Charges to Recover PILOT Payments, the Shoreham Property Tax Settlement Rider, the Distributed Energy Resources Cost Recovery Rate, the Merchant Function Charge, the New York State Assessment Factor, Delivery Service Adjustment, and the Securitization Offset Charge.

4. Minimum Charge

The monthly Minimum Charge is the total Underground Connection Charge, plus Adjustments to Rates and Charges.

5. Terms of Payment

The Customer shall pay the balance due in cash, including checks and money orders, or through an acceptable money-transfer process, as determined by the Authority, on receiving the bill. Late payments shall be subject to Late Payment Charges.

VIII. SERVICE CLASSIFICATIONS (continued):**O. SERVICE CLASSIFICATION NO. 11 - Buyback Service (continued):****(Rate Code: 289)****Rates and Charges (continued):****(6) Replacement Costs**

Commercial Customers shall pay the Replacement Costs, less net salvage, when equipment covered in the Customer's Interconnection Charge needs to be replaced.

(7) Dispute Resolution

If a Customer disputes the Authority's charge for interconnection costs, it may lodge a complaint following the complaint procedures in the Tariff.

(8) Terms of Payment by the Customer

The Customer shall pay the balance due in cash, including checks and money orders, or through an acceptable money-transfer process, as determined by the Authority, on receiving the bill. Late payments shall be subject to Late Payment Charges.

(9) Term of Service

The Authority will provide service to the Customer for at least one (1) year from the start of service, unless service is terminated by thirty (30) days written notice by either party.

(a) The Authority may terminate service to the Customer in accordance with the provisions of the Tariff, and

(b) The Authority may require the Customer to agree to provide Buyback Energy for a longer term, depending on the Authority's investment or other unusual conditions related to the service.

(10) Special Provisions

(a) If the Customer terminates service under this Service Classification and then, within one (1) year, resumes service under this Service Classification, the Authority will computer the bills for Contract Capacity as if the Customer had not terminated service.

(b) The Customer may, with thirty (30) days written notice to the Authority, reduce its total measured energy output. In that case, when needed, the Authority will assume that the energy is made proportionately, to establish delivery patterns for the period in which the energy delivery is reduced.

VIII. SERVICE CLASSIFICATIONS (continued):**P. SERVICE CLASSIFICATION NO. 12****Standby Service and Optional Rate Service (continued):**
(Rate Codes: 179, 680, 682)**8. Adjustments to Rates and Charges**

Each Customer's bill will be adjusted for the Power Supply Charge, Increases in Rates and Charges to Recover PILOT Payments, the Shoreham Property Tax Settlement Rider, the Distributed Energy Resources Cost Recovery Rate, the Merchant Function Charge, the New York State Assessment Factor, the Securitization Offset Charge, and the Delivery Service Adjustment.

Each Customer that qualifies for Rate 285-Primary or Rate 285-Transmission will not be billed the Power Supply Charge. Such customers will be billed Hourly Market Power Supply charges based on the NYISO Day ahead market: Average Monthly Energy Component (based on published day ahead NYISO Hourly Zone K LBMP energy prices); plus

Capacity Charges based on customer's individually assigned capacity tag (kW) times the NYISO Zone K Monthly Capacity Market Price; plus

The monthly local power supply charge.

9. Terms of Payment

The Customer shall pay the balance due in cash, including checks and money orders, or through an acceptable money-transfer process, as determined by the Authority on receiving the bill. Late payments shall be subject to Late Payment Charges.

10. Term of Service

- a) The Authority will provide service to the Customer for at least one (1) year and until the service is terminated by the Customer or the Authority.
- b) The Customer shall give the Authority thirty (30) days written notice when requesting termination of service.
- c) The Authority may terminate service to the Customer in accordance with the provisions of the Tariff, after giving the Customer thirty (30) days written notice.
- d) The Authority may require the Customer to take service at rates effective for a longer term because of the investment required or other unusual conditions related to the service.

VIII. SERVICE CLASSIFICATIONS (continued):**Q. SERVICE CLASSIFICATION NO. 13****Negotiated Rate Service for Large Commercial Customers (continued):**
(Rate Code: 278)**5. Rates**

- a) The specific charges for each Customer's service will be stated in the Electric Service Agreement, and
- b) The minimum rate will allow the Authority to recover all of its additional costs, plus contribute at least one (1) cent per kilowatt-hour to fixed costs.
- c) The specific charges applicable to the Brookhaven Laboratories receiving service from the New York Power Authority pursuant to a "sale for resale" agreement may be set equal to the cost of the power supply agreement plus a charge equivalent to the wholesale transmission rate for delivery of power, as the rate may change from time to time.

6. Adjustments to Rates and Charges

Except as stated in 5.c) above, each Customer's bill will be adjusted for the Power Supply Charge, Increases in Rates and Charges to Recover PILOT Payments, the Shoreham Property Tax Settlement Rider, the Distributed Energy Resources Cost Recovery Rate, the Merchant Function Charge, the New York State Assessment Factor and the Securitization Offset Charge. However, the bill will not be adjusted for the Delivery Service Adjustment or the Revenue Decoupling Mechanism.

7. Terms of Payment

- a) The Customer shall pay the balance due in cash, including checks and money orders, or through an acceptable money-transfer process, as determined by the Authority, on receiving the bill.
- b) Late payments shall be subject to Late Payment Charges.

8. Term of Service

The Term of Service shall be negotiated as part of the Electric Service Agreement and shall be no greater than seven (7) years, except for Traction Power Service to the Long Island Rail Road, which may extend for a longer term.

8. Special Provisions

- a) Before entering into an Electric Service Agreement:
 - (1) All Applicants are required to complete to the Authority's satisfaction the application for service for this Service Classification.
 - ~~(2)~~(1) Existing Attraction and Retention Applicants are required to demonstrate to the Authority's satisfaction that their other energy sources or the actions they are considering are realistic alternatives to the continued purchase of the Authority's electric power at the regular rates for all or part of their load.