

STATE OF NEW YORK  
PUBLIC SERVICE COMMISSION

CASE 14-M-0101 - Proceeding on Motion of the Commission in  
Regard to Reforming the Energy Vision.

NOTICE ENCOURAGING DEVELOPMENT OF  
DEMONSTRATION PROJECT PROPOSALS

(Issued December 12, 2014)

TAKE NOTICE that the New York State Public Service Commission hereby encourages utilities and third parties that have not already done so to begin working together at this time to consult with potential stakeholders in the affected communities and develop potential demonstration projects to inform the Commission's Reforming the Energy Vision (REV) policy initiative so that they will be better prepared to act promptly to initiate their proposals once the Commission has made its REV Track One policy determinations.

The Commission anticipates that demonstration projects will be an important step in implementing the expected REV policy changes and will inform decisions with respect to developing Distributed System Platform (DSP) functionalities, measuring customer response to programs and prices associated with REV markets, and determining the most effective implementation of Distributed Energy Resources (DER). These projects are also a means of presenting REV to the customer and gauging their receptiveness to REV technologies, products, and services. Data collected from these projects will inform regulatory changes, rate design, and the most effective means to integrate DER on a larger scale.

The Commission notes that as demonstration projects are developed, utilities may need to propose cost allocation methodologies and cost recovery mechanisms to support such

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projects, especially when projects emerge outside the rate case process.

(SIGNED)

KATHLEEN H. BURGESS  
Secretary