



Three Empire State Plaza, Albany, NY 12223-1350
www.dps.ny.gov

Public Service Commission

John B. Rhodes
Chair and
Chief Executive Officer

Diane X. Burman
James S. Alesi
Tracey A. Edwards
John B. Howard
Commissioners

January 25, 2021

Hon. Michelle L. Phillips
Secretary to the Commission
New York State Public Service Commission
Agency Building 3
Albany, NY 12223-1350

RE: Case 15-E-0302 - Proceeding on Motion of the Commission
to Implement a Large-Scale Renewable Program and a Clean
Energy Standard.

Dear Secretary Phillips,

Pursuant to the Public Service Commission's (Commission) Order Adopting a Clean Energy Standard (Order), which was issued in the above-referenced case on August 1, 2016, the Commission established a Zero Emissions Credit contract price for Tranche 3 (i.e., April 2021 to March 2023) set at \$21.38 per MWh, subject to a downward adjustment if the combined energy and capacity price forecasts exceed \$39/MWh. In accordance with the formula prescribed by the Commission in Appendix E of the Order, Department of Public Service Staff reviewed the price forecasts for Tranche 3, which are separate and distinct from the Zero Emissions Credit contract price, and found that the New York Independent System Operator, Inc. (NYISO) Zone A energy price forecast is \$26.13/MWh, and that the per MWh equivalent of NYISO's Rest of State capacity price forecast is \$4.48/MWh. Therefore, the combined forecast future prices do not exceed the \$39/MWh baseline requiring an adjustment to the contract price.

Please feel free to contact me at (518) 473-8178 or David.Drexler@dps.ny.gov should you have any questions.

Sincerely,

David G. Drexler

David G. Drexler
Managing Attorney
NYS Department of Public
Service
Three Empire State Plaza
Albany, NY 12223