



One Tower Center Blvd., 21<sup>st</sup> Floor  
East Brunswick, NJ 08816

*Mailing Address:*  
Patriot Hydro, LLC  
670 N. Commercial Street, Suite 204  
Manchester, NH 03101

November 14, 2025

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

Re: Hydro Development Group Acquisition, LLC, Hailesboro 4 Hydroelectric Facility;  
Case 17-E-0603 – Tier 2 Maintenance Resource Eligibility for a Renewable Energy  
Standard Facility, Application for Tier 2 Maintenance Resource Support

Hon. Michelle L. Phillips:

Please accept this letter and accompanying supporting data as our formal application for Tier 2 Maintenance Resource Support for the Hydro Development Group Acquisition, LLC, Hailesboro 4 hydroelectric generating facility (“Hailesboro 4”) owned and operated by Patriot Hydro Funding, LLC since December 22, 2022. The facility has faced higher operation and maintenance (“O&M”) expenses and prolonged downtime resulting from significant equipment failures, necessary structural repairs, and compliance-driven upgrades to comply with required interconnection standards. The facility’s financial performance has also been negatively impacted by the sharp decline in Renewable Energy Credit (“REC”) prices under New York’s Voluntary Hydropower Environmental Disclosure Program (“EDP”), which have dropped from roughly \$25 per megawatt-hour (“MWh”) in late 2023 to about \$3 per MWh in 2025.



One Tower Center Blvd., 21<sup>st</sup> Floor  
East Brunswick, NJ 08816

*Mailing Address:*  
Patriot Hydro, LLC  
670 N. Commercial Street, Suite 204  
Manchester, NH 03101

This submission and its attachments (the “Application”) are constructed in accordance with the procedures published on the New York State Public Service Commission (“NYSPSC”) website and include the following:

1. Completed Maintenance Tier Application Spreadsheet Workbook from the NYSPSC.
  - a. The Hailesboro 4 Maintenance Tier Application Spreadsheet Workbook is included and contains required facility and financial information.
  
2. Financial statements provided for years post-acquisition:
  - a. Balance sheets – Data included in the Financial Statements Workbook and supported by Patriot Hydro Funding, LLC’s audited financial statements (2023, 2024).
  - b. Cash flow statements – Data is included in the Financial Statements Workbook and supported by Patriot Hydro Funding, LLC’s audited financial statements (2023, 2024).
  - c. Income tax returns – Entity disregarded for tax purposes, information related to taxes included in the School and Town/County Tax Statements (2023-2025).
  
3. Facility identification and operating information:
  - a. Type of facility – Data is included in the Application Spreadsheet Workbook. Hailesboro 4 is a hydroelectric generation facility rated at 1.70 MW (nameplate) with an unforced capacity (“UCAP”) rating of 0.90 MW for both summer and winter. The facility is classified as Hydro (10 MW or less) and operates as a run-of-river plant.



One Tower Center Blvd., 21<sup>st</sup> Floor  
East Brunswick, NJ 08816

*Mailing Address:*  
Patriot Hydro, LLC  
670 N. Commercial Street, Suite 204  
Manchester, NH 03101

- b. Location – Data is included in the Workbook. The Hailesboro 4 facility is located in Hailesboro, New York, within the Mohawk Valley Region (NYISO Load Zone E).
  - c. Date of commercial operation – Data is included in the Application Spreadsheet Workbook. The Hailesboro 4 facility commenced commercial operation in 1993.
  - d. List of Affiliates – Data is included in the Application Spreadsheet Workbook. The Hailesboro 4 facility is a subsidiary of Patriot Hydro Funding, LLC which collectively owns, directly manages, and operates a fleet of thirty-nine (39) hydroelectric facilities across the United States. Patriot Hydro Funding, LLC is wholly owned by Patriot Hydro, LLC, which has an ultimate parent in LS Power Development, LLC.
  - e. List of Contracts – Data is included in the Application Spreadsheet Workbook. The Hailesboro 4 facility sells its output to National Grid under an interim energy sale agreement which, subject to renegotiation, will expire on 4/30/2026 at the Service Classification No. 6 tariff rate.
  - f. Description of financing arrangements – Data are included in the Application Spreadsheet Workbook and supported by the Patriot Hydro Funding, LLC audited financial statements. The Hailesboro 4 facility is financed as part of Patriot Hydro Funding, LLC’s portfolio-level credit structure.
4. Additional information:
- a. The expense and balance sheet data are taken from the attached Financial Statements Workbook and Patriot Hydro Funding, LLC’s audited financial statements. The Hailesboro 4 facility qualifies under the Clean Energy Standard and Appendix D, as clarified by the Commission’s March 16, 2018 Order Adopting Measures for the Retention of Existing Renewable Baseline Resources (Case 15-E-0302). Hailesboro 4 is not receiving Tier 1 REC support. Historical revenues were used in



One Tower Center Blvd., 21<sup>st</sup> Floor  
East Brunswick, NJ 08816

*Mailing Address:*  
Patriot Hydro, LLC  
670 N. Commercial Street, Suite 204  
Manchester, NH 03101

the Application as required, and Maintenance Tier 2 price support is requested at \$53.19 per MWh for 10 years.

Patriot Hydro Funding, LLC has separately filed with the Records Access Officer non-redacted versions of the aforementioned documents alongside a request for Confidentiality pursuant to Public Officers Law §§87(2)(d) and 89(5)(a)(1) and the Commission's implementing regulations at 16 NYCRR §6-1.3, including:

1. Completed Maintenance Tier Application Spreadsheet Workbook
2. Financial statements (2023, 2024)
3. Tax returns (2023-2025)
4. Audited consolidated financials report and roll-up (2023, 2024)

We thank the Commission and the New York State Energy Research and Development Authority ("NYSERDA") in advance for the review of this Application and assistance in obtaining the price supplementation support essential to the continued operation of this renewable hydroelectric resource serving the State of New York.

Sincerely,

**PATRIOT HYDRO FUNDING, LLC**

By: 

Name: David Olsheski

Title: Vice President, Asset Management

Address: One Tower Center Blvd, 21st Floor, East Brunswick, NJ 08816

Phone: 970-702-1136

Email: DOlsheski@lspower.com