The Select Pricing Plan

An Introduction

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Before We Begin

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What is the Select Pricing Plan?

- **A voluntary rate option** designated SC 1 Rate IV in the Con Edison electric tariff.

- **A demand rate** with no volumetric (i.e., per kWh) component for delivery charges.

- **A time-variant rate**, with peak and off-peak hours that apply to supply & delivery charges.

- **A rate** that may be beneficial to customers with heat pumps installed in their homes.
Defining Demand

**Standard Residential Rate**  SC 1 Rate I
Delivery charges based on total volume of electricity used during the billing cycle.

**The Select Pricing Plan**  SC 1 Rate IV
Delivery charges based on demand, which – for the Select Pricing Plan – is billed using six one-hour intervals.
Why are demand rates often beneficial to heat-pump customers?

When left at a single temperature setting, heat pumps use a consistent amount of electricity throughout the day. Customers with consistent electric use frequently do well on demand rates.
Why is the Select Pricing Plan beneficial to heat-pump customers?

The first 500 geothermal heat-pump and the first 500 air-source heat-pump customers who enroll will receive a **one-year price guarantee**.

We’ll apply a credit to the accounts of any customers whose bills on the Select Pricing Plan were more than they would have been on the customers’ prior rates.
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How the SPP is Different PDF

Promotional Campaigns
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Promotional Campaigns

Help Your Customers Manage Their Energy Costs

If you have customers who use heat pumps, they may benefit from enrolling in our Select Pricing Plan, a billing option that offers customers greater control over their energy costs.

About the Plan

Heat pumps are up to three times more efficient than other heating and cooling systems, and when left at a single temperature setting, they use electricity consistently throughout the day. So, if customers have a heat pump installed at their home, the Select Pricing Plan may be a good fit.

The first 500 geothermal heat-pump customers and the first 500 air-source heat-pump customers to sign up for the Select Pricing Plan will also receive a...
Thank You

Questions?

SelectPricingPlan@conEd.com
Appendix:
How the Billing Works
How the Billing Works  Daily Maximums

Each day of the billing cycle, we record the one 60-minute period when a customer uses the most electricity during both peak and off-peak hours.

Legend:  
- Peak-Hour Readings  
- Off-Peak Readings
How the Billing Works

At the end of the billing cycle, we identify the **three highest** daily peak and off-peak readings, which are used to calculate the **billing determinants**.
# How the Billing Works

## Demand-Charge Calculation

<table>
<thead>
<tr>
<th></th>
<th>Reading 1</th>
<th>Reading 2</th>
<th>Reading 3</th>
<th>Sum</th>
<th>Avg</th>
<th>Demand Charge</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Peak Hours</strong></td>
<td>6.5 kW</td>
<td>6.75 kW</td>
<td>6.25 kW</td>
<td>19.5 kW</td>
<td>÷ 3</td>
<td>6.5 kW × $16.73* = $108.75</td>
</tr>
<tr>
<td><strong>Off-Peak Hours</strong></td>
<td>7.0 kW</td>
<td>6.75 kW</td>
<td>7.0 kW</td>
<td>20.75 kW</td>
<td>÷ 3</td>
<td>6.92 kW × $6.41 = $44.36</td>
</tr>
</tbody>
</table>

*The peak-hour delivery charge varies depending on the season. The charge shown here – $16.73 – is the non-summer charge. The charge for summer months (June 1 and September 30) is currently $21.75.*
How the Billing Works - Delivery Charges

Peak & Off-Peak Demand Charges + Basic Service Charge* + Taxes & Surcharges = Total Delivery Charges

* The basic-service charge on the Select Pricing Plan is $28.00 per month.
Supply charges are higher during **peak hours** and lower during **off-peak hours**

AND

They’re impacted by **load factor**