



OFFICE OF THE COMPTROLLER

JOHN M. KENNEDY, JR.
Comptroller

October 5, 2015

Mr. David M. Daly
President and Chief Operating Officer
PSEG Long Island
333 Earle Ovington Boulevard
Uniondale, New York 11553

Re: PSEG Long Island/LIPA Billing

Dear Mr. Daly:

As a follow-up to our meeting on September 15, I write today to request that PSEG Long Island refund to the County of Suffolk the sum of \$102,159 based on erroneous billing for 36 months beginning January 1, 2013 through December 31, 2015. A comprehensive review of the 484 separate billing points located throughout Suffolk County's multiple buildings, pumps, lights and other electrical points of service, reveals that 14 locations classified as rate category 285 should in fact, be classified as rate category 281.

As I am sure you are familiar with the provision contained within the 2016-2018 rate increase application submitted to the New York State Department of Public Service, a modification is being sought to allow a consumer to exit a rate category, to one that more accurately reflects consumption and therefore reduces charges.

Attached please find the required documentation for 14 locations presently categorized as rate category 285, but in fact, reflect electrical consumption consistent with rate category 281. The amount over charged as a result of the erroneous categorization for calendar year's 2013, 2014 and an estimate for 2015 (actual for 2015 through August is attached) is \$102,159.

As to the inherent authority to allow such rate category revisions, I cite to the present LIPA Electric Tariff presently in place, and more specifically refer to Original Leaf No. 25, under the Topic 1: General Information – Category C., sub item 4 Altering, Changing and Eliminating Provisions of this Tariff. “Any of the provisions of this tariff

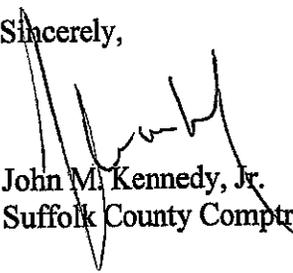
Page
October 5, 2015

may be modified, at any time, upon approval of the Authority's Trustees." The effective date listed for these provisions is May 29, 1998.

Thus, clearly there is authority to allow for a rate category alteration and further, having identified this misclassification to January of 2013, the refund, or if chosen, credit against future consumption is allowed for, is warranted, and ultimately is in the best interest of the citizens of Suffolk County.

I thank you for your consideration of this request and await your reply.

Sincerely,



John M. Kennedy, Jr.
Suffolk County Comptroller

JK/tk
Attachment