

## **15.9 Rate Schedule 9 – Carbon Charges for Suppliers**

### **15.9.1 Carbon Charges**

The ISO shall charge each Supplier that generates Energy within located in the NYCA for its Carbon Emissions (“Supplier Carbon Charge”). All Suppliers, electrically located in the NYCA, with Carbon Emissions shall be subject to the Supplier Carbon Charge except Demand Side Resources participating as an SCR or EDRP and Suppliers that came into operation after January 1, 2015 and meet the eligibility criteria set forth in Appendix A to the NYPSC Order Adopting a Clean Energy Standard.<sup>1</sup> The ISO shall calculate a Supplier Carbon Charge based on the Supplier’s reported Carbon Emissions data; however, if the Supplier has not provided Carbon Emissions data to the ISO pursuant to ISO procedures, the ISO shall calculate the Supplier Carbon Charge based on its estimated Carbon Emissions data.

Supplier Carbon Charge for Supplier  $u$  in hour  $h = CE_{gh} * CC_{gh}$

Where:

$CE_{uh} \equiv$  Carbon Emissions by Supplier  $u$  in hour  $h$ ;

$CC_{uh} \equiv$  the Cost of Carbon Emissions for Supplier  $u$  in hour  $h$ ;

The ISO shall allocate the payments received from Suppliers in accordance with Section 6.18 of the ISO OATT.

### **15.9.2 Reporting Carbon Emissions**

Each ~~All~~ Supplier shall provide its hourly Carbon Emissions data to the ISO in accordance with the timeframes specified in Section 7.4.1.1 of this Services Tariff and ISO

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<sup>1</sup> NYPSC Case No. 15-E-0302 – Proceeding on Motion of the Commission to Implement a Large-Scale Renewable Program and a Clean Energy Standard – Order Adopting a Clean Energy Standard (August 1, 2015).

Procedures for all Resources subject to the Carbon Charge described in Section 15.9.1 of this Services Tariff for all hours with Carbon Emissions.

#### **15.9.2.1 Failure to Report Carbon Emissions Data**

If a Supplier fails to provide its hourly Carbon Emissions data for a Generator within the timeframe specified in Section 7.4.1.1.2 of this Services Tariff, the ISO shall charge the Supplier a penalty equal to one-half times the Supplier Carbon Charge calculated in accordance with Section 15.9.1 of this Services Tariff for the Supplier's Carbon Emissions that were not reported timely, based on the ISO's estimated Carbon Emissions data. The ISO shall allocate the payments received as a result of any such penalties in accordance with Section 6.18 of the ISO OATT.

If a Supplier that failed to provide hourly Carbon Emissions data for a Generator or Aggregation within the timeframe specified in Section 7.4.1.1.2 also fails to provide hourly Carbon Emissions data for a Generator within the timeframe specified in Section 7.4.1.1.6 of this Services Tariff, the Supplier shall be retrospectively liable to pay the ISO an additional penalty equal to one and one-half times the applicable Supplier Carbon Charge calculated in accordance with Section 15.9.1 of this Services Tariff for the Supplier's Generator's Carbon Emissions that were not reported timely, based on the ISO's estimated Carbon Emissions data. The ISO shall allocate the payments received as a result of any such penalties in accordance with Section 6.1.14 of the ISO OATT.

#### **15.9.2.2 Failure to Report Accurate Final Carbon Emissions Data**

If the ISO determines, following consultation with the Supplier, that the Carbon Emissions data submitted in accordance with Section 7.4.1.1.6 of this Services Tariff underreports hourly Carbon Emissions data for a Generator, the Supplier shall be retrospectively

liable to pay the ISO a penalty equal to two times the applicable Supplier Carbon Charge calculated in accordance with Section 15.9.1 of this Services Tariff for all the Supplier's Generator's Carbon Emissions that were not reported. The ISO shall allocate the payments received as a result of any such penalties in accordance with Section 6.1.14 of the ISO OATT.