PSC NO: 220 ELECTRICITY LEAF: 149 NIAGARA MOHAWK POWER CORPORATION REVISION: 7 INITIAL EFFECTIVE DATE: JUNE 1, 2018 SUPERSEDING REVISION: 6 STAMPS: Issued in Compliance with Order issued April 20, 2018 in Case 15-E-0751 and 15-E-0082.

GENERAL INFORMATION

COMMUNITY DISTRIBUTED GENERATION ("CDG") (Continued)

29.1.3.1 The CDG Host electing service under this provision must execute a New York State Standardized Contract for Interconnection of New Distributed Generation Units with Capacity of 25 MW or Less Connected in Parallel with Utility Distribution Systems. CDG Hosts must operate in compliance with standards and requirements set forth in the New York State Standard Interconnection Requirements and Application Process for New Distributed Generators 25 MW or Less Connected in Parallel with Utility Distributed Generators 25 MW or Less Connected in Parallel with Utility Distributed Generators 25 MW or Less Connected in Parallel with Utility Distributed Generators 25 MW or Less Connected in Parallel with Utility Distribution Systems, and as set forth within the SIR Addendum to this tariff, which may be amended from time to time.

29.2 Requirements of CDG Hosts

29.2.1 The CDG Host by submitting the completed allocation request form to the Company, certifies that it has written authorization from the customer to request and receive the customer's historic usage and that it has entered into a written contract with the Customer. The CDG Host will be responsible for providing the Company with the CDG Satellites' names, addresses, account numbers, proportionate share of excess generation credits and any other such information required by the Company 60 days before credits are to be distributed to the CDG Satellite. The Company will not be responsible or held liable for any contractual arrangements or other agreements between the CDG Host and CDG Satellite, including terms, pricing, dispute resolution or contract termination.

29.2.2 The CDG Host must certify in writing to the Company, both prior to commencing CDG service and annually thereafter that it meets the creditworthiness standards and requirements established by the PSC to be a CDG Host.

29.2.3 The CDG Host must not have less than ten associated CDG Satellites, except for the limited waivers set forth below in <u>Rule 29.2.3.1 and Rule 29.2.3.2</u>-No more than 40 percent of the output of the CDG Host may serve CDG satellites of 25 kW or greater. Each associated CDG Satellite must take a percentage of the CDG Host's excess generation, except with the limited waiver in Rule 29.2.3.2. The percentage must equal at least 1,000 kWh annually but must not exceed the CDG Satellite account's historic average annual kWh or a forecasted average annual kWh if actual data is not available.

29.2.3.1 CDG Hosts may have less than ten associated CDG Satellites if the CDG project is located on the site of a property serving multiple residential or non-residential customers.

29.2.3.2 CDG Hosts serving only farm operations, as defined in Public Service Law 66-j (1) (a) (ii), and residences of individuals who own or are employed by the farm operation are waived from the following requirements that (1) that each CDG project must serve at least ten members, and (2) that no single large member or group of large members consume more than 40 percent of the CDG project. A CDG project seeking waiver of this Rule is responsible for certifying to the Company that each member is either a farm operation or the owner or employee of one of the farm operation members.

29.2.4 A CDG Host may not request termination or suspension of electric service to an associated CDG Satellite.

29.2.5 Service under this rule terminates for the CDG Host and CDG Satellites if a CDG Host is no longer eligible, if the CDG Host terminates CDG participation, or if the Company terminates service to the CDG Host account.

29.2.6 The Company's CDG Program Procedural Requirements detail the format and requirements for CDG submissions. Additionally, the Company's CDG Program Procedural Requirements set forth consumer protections required of CDG Hosts until such time that the PSC establishes the Uniform Business Practices for Distributed Energy Resources (DER) Providers.