PSC NO: 220 ELECTRICITY NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: OCTOBER 26, 2015 STAMPS: Issued in compliance with order in Case 15-E-0082 dated 10/16/2015 LEAF: 149 REVISION: 5 SUPERSEDING REVISION: 4

GENERAL INFORMATION

29. 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 2 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 2 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 <u>Requirements of CDG Hosts</u>

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 as set forth in this Rule. The Company may notify the PSC if it becomes aware that a CDG project does not meet one or more of the PSC's requirements or if the CDG Host fails to provide an annual certification.

29.2.3 The CDG Host must not have less than ten associated CDG Satellites. 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. 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.

29.2.4 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.

29.3 Allocations of Generators' Output

29.3.1 At least sixty days before commencing net metered service under the CDG program, the CDG Host must submit to the Company an allocation request form with its list of associated CDG Satellite accounts and the percentage (up to three decimal places of accuracy) of the CDG Host's net energy output to be allocated to each, as well as the percentage to be retained by the CDG Host. If less than 100% of the CDG Host's net energy output is allocated by the CDG Host to associated CDG Satellites, the balance will be retained on the CDG Host account, so that the full output of the CDG Host is allocated. Allocations of more than 100% of the CDG Host's net energy output shall be rejected by the Company.

Issued by Kenneth D. Daly, President, Syracuse, NY