LEAF: 149

REVISION: 6

PSC NO: 220 ELECTRICITY NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: APRIL 1, 2017 SUPERSEDING REVISION: 5 STAMPS: Issued in Compliance with Order issued March 13, 2017 in Case 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 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 **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 waiver set forth below in 29.2.3.1 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.

29.2.3.1 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.

29.2.4 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.

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PSC NO: 220 ELECTRICITY NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: APRIL 1, 2017 SUPERSEDING REVISION: 6 STAMPS: Issued in Compliance with Order issued March 13, 2017 in Case 15-E-0082

GENERAL INFORMATION

COMMUNITY DISTRIBUTED GENERATION ("CDG") (Continued)

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.

29.3.1.1 If there is insufficient metering data in any month to ascertain the kWh supplied by the CDG Host to the CDG Satellite accounts, the CDG Host's excess credits will be assumed to be zero. When and if actual data becomes available, credits will be prospectively applied as appropriate.

29.3.1.2 The CDG Host may modify its associated CDG Satellite accounts and/or the percentage to its CDG Satellites by giving notice to the Company no less than thirty days before the CDG Host account's billing date to which the modifications apply and by submitting a revised allocation request form to the Company with the new percentages and new associated CDG Satellite accounts.

29.3.2 If a distributed generation customer participates as a CDG Host and is billed on an energy only commercial rate, the excess generation will be allocated to the associated CDG Satellites on a volumetric basis based on the percentage directed in the allocation request form provided to the Company by the CDG Host.

29.3.2.1 Volumetric credits received from the CDG Host to be applied to the CDG Satellite accounts will be converted to a monetary credit based on the CDG Satellite's service classification and used to reduce the volumetric charges only on the CDG Satellite's electric utility bill.

29.3.2.2 If a CDG Satellite account is billed under time-of-use rates, the credits shall be applied in proportion to the usage in each time period.

29.3.2.3 After each CDG Satellite account has been credited in the current billing period, any remaining credits will be carried forward on that CDG Satellite account to the succeeding billing period.

29.3.3 If a distributed generation customer participates as a CDG Host and is billed on a demand rate the excess generation will be converted to a dollar amount based on the CDG Host's service classification. The monetary credit will be allocated to the associated CDG Satellites based on the percentage basis as directed in the allocation request form provided to the Company by the CDG Host.

29.3.3.1 Monetary credits from the CDG Host will be applied to the CDG Satellite accounts in their next bill. Credits from the CDG Host will be applied to the CDG Satellite accounts' bill, including energy, customer, demand or other charges on the electric bill until the bill is reduced to zero.

29.3.3.2 If a CDG Satellite account is billed under time-of-use rates, the monetary credits shall be applied in proportion to the usage in each time period.

29.3.3.3 After each CDG Satellite account has been credited in the current billing period, any remaining monetary credit will be carried forward on that CDG Satellite account to the succeeding billing period