PSC NO: 220 ELECTRICITY NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: APRIL 27, 2009

GENERAL INFORMATION

37. NET METERING FOR WIND ELECTRIC GENERATING EQUIPMENT (Continued)

37.4.1.3 A customer-generator who owns both wind generating equipment and solar generating equipment will be subject to the charges for the dedicated transformers as specified in Rule 53- Standard Interconnection Requirements.

37.5 The customer-generator is responsible for all costs associated with installing, maintaining and operating the residential and/or farm service wind electric generating systems. The customer must comply with all testing and inspection requirements as set forth in the Standard Interconnection Requirements – Rule No. 53 as amended from time to time.

37.5.1 Customers have the option of using one meter, running in reverse, or two meters which will enable the customer to deliver the energy generated by their wind electric generating system to the Company separately from the electric service delivered by the Company.

37.5.2 Time of use customers have the option of using a single bi-directional time of use meter. Time of use customers may also purchase, at their expenses, a time of use meter as their second meter for the purpose of recording peak and off-peak on-site kWh production. Customers choosing the option of purchasing time of use meters must comply with the provisions of Rule No. 25.1.2 of this Tariff.

37.6 The Company will employ the following "net energy billing" procedure to establish bills for electric service rendered to the customer-generator by Niagara Mohawk during each monthly or bimonthly billing period. The meter(s) will be read on a monthly or bimonthly schedule in conjunction with the Company's reading of the meter installed to measure deliveries of electric energy to the customer.

37.6.1 In the event that the amount of electric energy supplied by the Company during the billing period exceeds the amount of electric energy provided by the customer to Niagara Mohawk, the Company shall charge the customer the rates provided in the retail rate schedule applicable to the customer for only the difference between these two amounts.

37.6.2 In the event that the amount of electric energy provided by a customer-generator to Niagara Mohawk in any billing period exceeds the amount of electric energy supplied by the Company to the customer during that billing period, the following will apply:

37.6.2.1. For a customer-generator with wind electric generating equipment of not more than ten kilowatts (10 kW), the Company shall apply a credit to the next bill for service to the customer-generator for the net electricity provided at the same rate per kilowatt hour applicable to service provided to other customers in the same service class who do not generate electricity.

37.6.2.2 For a customer-generator with wind electric generating equipment of more than 10 kilowatts (10 kW), the Company shall record the net amount of electricity provided to the Company by the customer-generator as a credit to the next bill at the Company's avoided cost, as calculated under Special Provision C of S.C. No. 6 of this Tariff.