# PSC NO: 220 ELECTRICITY NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: OCTOBER 1, 2020 STAMPS: Issued in Compliance with Order in Case 19-M-0463, issued December 12, 2019.

## GENERAL INFORMATION

### COMMUNITY DISTRIBUTED GENERATION ("CDG") (Continued)

### 29.4 CDG Net Crediting Program

Customers who meet the requirements specified in Rule No. 29 and Rule No. 40 for a CDG Host or CDG Satellite may participate in the CDG Net Crediting Program as specified in this Rule 29.4. The CDG Net Crediting Program provides for an alternate payment and crediting methodology for CDG Hosts and CDG Satellites eliminating a separate participation payment from the CDG Satellite to the CDG Host. The Company will facilitate crediting the CDG Satellite's bills and pay the CDG Host based on Value Stack credits as calculated in Rule 40 for the CDG project's net injections and as further provided below. The CDG Host and CDG Satellites participating in this program will be subject to any requirements provided in the Company's CDG Net Crediting Manual, as filed with the P.S.C. and which may be modified from time to time, that are not specified below.

#### 29.4.1 Enrollment

CDG projects participating in the CDG Net Crediting Program must meet all the requirements and follow the provisions provided in Rule 29 and Rule 40 for CDG projects.

The CDG Host must enroll via the Company's enrollment portal and by executing a CDG Sponsor Net Crediting Agreement with the Company at least sixty days prior to commencing participation in the CDG Net Crediting Program, in addition to any other forms and registrations required under Rule 29 and the CDG Net Crediting Manual.

The CDG Host must provide the CDG Savings Rate for the project, which is the percentage of the project's Value Stack Compensation, as determined in accordance with Rule 40, that will be provided to the project's CDG Satellites in aggregate under this program. The CDG Savings Rate must be provided at least 30 days prior to the CDG host account's billing date to which the rate will be applied, via the Company's portal. The CDG Savings Rate may not be less than 5% for any CDG project. The CDG Savings Rate must be the same for all the CDG Satellites of a CDG Project, except for up to one Excluded Anchor Satellite, if applicable, as defined and specified in 29.4.4 below.

The CDG Host will provide its associated CDG Satellite account numbers and the allocation percentage via the Company's online portal, in accordance with Rule 29. The CDG Host may modify its associated CDG Satellite accounts and/or the allocation percentages of its CDG Satellites via the Company's portal no less than thirty days prior to the CDG Host account's billing date to which the modifications apply. The CDG Host may modify its associated CDG Satellites accounts and/or the allocation percentages of the modifications apply. The CDG Host may modify its associated CDG Savings Rate following the requirements provided in the CDG Net Crediting Manual.

CDG Hosts may remove the CDG project from the CDG Net Crediting Program with 30-day notice. A CDG project that has previously been removed from the CDG Net Crediting Program may re-enroll following the requirements provided in the CDG Net Crediting Manual.

### 29.4.2 Determination of CDG Satellite's Net Member Credits

The Company will calculate and apply a Net Member Credit to the participating CDG Satellite's retail bill based on the CDG project's net injections and associated Value Stack Compensation, as determined in accordance with Rule 40, each applicable billing period, with modifications as follows.

Net Member Credits for each CDG Satellite shall be determined as the CDG Savings Rate multiplied by the CDG Satellite's Calculated Credits. The Calculated Credits for each participating CDG Satellite will be determined as the minimum of i) the Total Available Credit and ii) the CDG Satellite's total electric retail bill charges for the applicable billing period. The Total Available Credit shall be determined as the sum of i) the CDG project's Value Stack Compensation for the applicable billing period as calculated in conformance with Rule 40, multiplied by the

CDG Satellite's Allocation Percentage: and ii) any retained credits that have been banked or re-allocated to the CDG Satellite's account.