PSC NO: 220 ELECTRICITY NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: FEBRUARY 1, 2019 STAMPS: Issued in Compliance with Order Issued December 13, 2018 in Case 15-E-0751.

LEAF: 419 REVISION: 2 SUPERSEDING REVISION: 1

SERVICE CLASSIFICATION NO. 7 (Continued)

H. <u>Emergency Generators</u>

Customers who install an Emergency Power System (as defined in Rule 1.50) may be exempted from the requirement of service under this S.C. No. 7 if the customer commits in a written agreement with the Company that the on-site generators shall be subject to all of the following requirements:

- 1) Each such OSG shall be designated in the customer's Standby Service Application with the Company as an Emergency Power System ("Emergency OSG") pursuant to Rules 1.50;
- 2) Each such Emergency OSG is not capable of being operated in parallel with the Company's system other than for closed-transition transfer switching where the term "closed-transition transfer" is characterized as a momentary make-before-break switching sequence.
- 3) Each such Emergency OSG is connected to the customer's electric system using an automated or manual transfer switch or the electrical equivalent of such a switch approved by the Company.
- 4) The Emergency OSG is used exclusively for purposes of Emergency Power System (defined in Rule 1.50).
- 5) No load may be served by Emergency OSG while Electric Service is being provided by the Company to the premises except:
 - (i) for the periods of time as required by statute or regulation, and
 - (ii) in the absence of a statutory or regulatory requirement, such times so as to adequately test such systems, not to exceed 10 hours per month or as otherwise agreed to by the Company in the Standby Service Application, and
 - (iii) for periods of time called by the NYISO for EDRP or ICAP(UCAP).
- 6) The customer shall maintain an operating log for each Emergency OSG indicating the date, time, hours, and purpose of each operation of each such facility. This log shall be made available to the Company upon request. If the customer fails to maintain this log or to provide it to the Company on request, the Company shall have the following rights:
 - (i) to bill the customer for those amounts of Electric Service which the Company reasonably estimated were inappropriately supplied by the customer's generator during times when Electric Service from the Company was available to the customer; and

In all cases, the customer shall remain obligated to execute and have the Company accept a Standby Service Application (Form G) as applicable under the special provisions of the applicable service classification for all Emergency Generators on the premises. The customer shall state its intended use of the OSG facilities on the Standby Service Application in the blank spaces provided for special conditions.

- I. Customers served on SC-2D with a contract demand less than 50 kW may elect to remain on the SC-2D standard service classification or may choose to install an interval meter and receive standby rates.
- J. Customers with on-site generation compensated under Rule 40.2, who are eligible for compensation in accordance with Rule 40.2.1.1.1, Rule 40.2.1.1.2, or Rule 40.2.3.2, shall be subject to service under Service Classification No. 7, unless the customer satisfies one of the other exemptions provided under this Section 4 but excluding the exemptions under 4.F.