Received: 10/23/2015

Status: CANCELLED Effective Date: 10/26/2015

PSC No: 19 - Electricity

Rochester Gas and Electric Corporation

Revision: 2

Initial Effective Date: October 26, 2015

Leaf No. 160.39.15

Revision: 2

Superseding Revision: 1

Issued in compliance with Notice in Case 15-E-0082, dated October 16, 2015

GENERAL INFORMATION

23. Community Distributed Generation

A customer may participate in Community Distributed Generation ("CDG") as provided herein. Through April 30, 2016, CDG is available where:

- a. the generating equipment is located within an Opportunity Zone shown on the Company's website; or
- b. a minimum of 20% of the CDG Satellites are residential customers enrolled in the Company's low-income program.

Thereafter, CDG shall be available throughout the Company's service territory.

The CDG Host and CDG Satellites must meet all terms and conditions of this Rate Schedule and the requirements of the PSC that are adopted pursuant to its Orders issued in Case 15-E-0082 and Case 15-M-0180, as they may be amended or superseded from time to time.

1. Definitions

Operating Agreement: Details the process and contractual agreement between the Company and CDG Host.

CDG Host: A non-residential customer that owns or operates electric generating equipment eligible for net metering under this Rule and whose net energy produced by its generating equipment is applied to the accounts of other electric customers ("CDG Satellites") with which it has a contractual arrangement related to the disposition of net metering credits.

CDG Host Anniversary Month: 11 months from the CDG Host's initial CDG bill period start date. The CDG Host Anniversary month cannot be modified or changed.

CDG Host Annual Reconciliation: Annually, the CDG Host must distribute all excess credits in their anniversary month, any credits remaining on the CDG Host's account at the end of the annual period will expire if not distributed. Credits cannot be carried forward for distribution in a subsequent annual period.

CDG Satellites: A customer who is participating in a CDG Program. Each customer shall own or contract for a proportion of the credits accumulated at the meter of the CDG Host.

Excess Generation: The electricity (kWh) supplied by the CDG Host to the Company during the billing period that exceeds the electricity (kWh) supplied by the Company to CDG Host. For customers billed on time-differentiated rates (TOU meter), *e.g.*, On-Peak/Off-Peak, the excess is calculated and maintained for each peak. For hourly billed customers, excess generation is calculated for each hourly period.

Net-Metered Generation Facility: A generation facility eligible for net metering as a non-residential customer in conformance with PSL 66-j or 66-l, limited in size consistent with those statutes, located behind a host meter attached to a load under either a demand or non-demand classification.

2. Creditworthiness

The CDG Host shall demonstrate it has met the creditworthiness standards set forth in the CDG Operating Agreement prior to qualifying for CDG.

3. Initial and Subsequent Applications by CDG Hosts

The CDG Host must be a non-residential customer with a Net-Metered Generation Facility. The CDG Host must certify in writing to the Company, both prior to commencing net metered service under CDG and annually thereafter, that it has met the creditworthiness standards, all program criteria set forth in the Commission's Orders, including but not limited to certifying that they can satisfy all obligations assumed with respect to project members and other requirements established by the Commission.

- a. Initial Allocation Requests: At least 60 days before commencing net metered service under CDG, the CDG Host shall designate in its initial application for CDG service the CDG Host Account and CDG Satellite Accounts that shall receive net metered service under CDG.
 - i. Accepted Allocation Requests will be effective with the first full Host Account billing period from the later of 60 days after receipt of such request or effective date of interconnection.
- b. Subsequent Allocation Requests: After commencing net metered service under CDG, the CDG Host may modify its CDG Satellite Accounts and/or the percentage allocated to itself or one or more of its CDG Satellite Accounts once per CDG Host billing cycle by giving notice to the Company no less than 30 days before the CDG Host Account's cycle billing date to which the modifications apply.
 - i. Accepted Allocation Requests will be effective with the next full Host Account billing period 30 days after receipt of such request.

ISSUED BY: James A. Lahtinen, Vice President Rates and Regulatory Economics, Rochester, New York