PSC NO: 220 ELECTRICITY NIAGARA MOHAWK POWER CORPORATION INITIAL EFFECTIVE DATE: NOVEMBER 27, 2015 SUPP STAMPS: Issued in Compliance with Order issued October 16, 2015 in Case 15-E-0267

GENERAL INFORMATION

36. Net Metering for Solar Electric Generating Equipment, Farm Waste Electric Generating Equipment, Micro-Combined Heat and Power Generating Equipment, Fuel Cell Electric Generating Equipment, and Micro-Hydroelectric Generating Equipment

36.7.1 The host account Customer-Generator must designate their satellite accounts and the portion of their next metering credits designated to these satellite accounts when submitting their initial remote net metering application. After the initial application, the host account Customer Generator may designate additional satellite accounts or delete existing satellite accounts from the Customer's remote net metering arrangement on January 1 of each year thereafter.

36.7.1.1 A satellite account may have more than one host account Customer-Generator. In the event a satellite has more than one host account Customer-Generator, the aggregate generator nameplate capacity of net metered electric generating equipment of all hosts, inclusive of any net metering generation located at the satellite account, shall not exceed 2 MW. The limit of the Customer-Generator's nameplate capacity for each host's generating equipment must be in compliance with the limits set forth for each technology in PSL 66-j.

36.7.2 To qualify as a satellite account to the host account, the following requirements must be met:

- 1) The satellite account must be designated as premises owned or leased by the host account Customer-Generator and in the same name in the Company's billing system as the host account Customer-Generator.
- 2) Both the satellite account and the host account Customer-Generator must be within the same Company's service territory to which the Customer-Generator's net energy meters are interconnected.
- 3) The satellite account must be in the same load zone as the host account Customer-Generator as of the date of the initial application of the host account Customer-Generator for remote net metering and must remain in the same load zone as the host account Customer-Generator to continue to be eligible to receive excess net metering credits.
- 4) A satellite account cannot be a host account Customer-Generator.

36.7.3 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 host account Customer-Generator to the Company during the same billing period, the Company shall charge the host account Customer-Generator the rates provided in the retail rate schedule applicable to the host account Customer-Generator for only the difference between these two amounts.

36.7.4 In the event that the amount of electric energy provided by the host account Customer-Generator to the Company in any billing period exceeds the amount of electric energy supplied by the Company to the host account Customer-Generator during the same billing period, the host account Customer-Generator shall be regarded as having received no electric energy (in kWh) during that billing period.

Prior to June 1, 2015 For Residential, Non-Residential Non-Demand and Demand Metered Customer-Generators (For Rules after June 1, 2015, see Rule 36.7.5),

36.7.4.1 If the host account Customer-Generator has excess on-site generation, the excess generation shall be converted to a monetary credit at the host account Customer-Generator's applicable tariff per kWh rate and applied as a direct credit to the host account Customer-Generator's outstanding electric delivery charges, with the exception of Fuel Cell Generators and non-farm based Farm Waste Generators who will be credited at SC6 avoided cost rates.

36.7.4.2 In the event that the excess on-site generation of the host account Customer-Generator as described in 36.7.4.1 above exceeds all components of the host account Customer-Generator's outstanding utility bill, the remaining monetary credit will be allocated to the eligible designated satellite accounts in the following manner: