

P.S.C. NO. 3 ELECTRICITY
ORANGE AND ROCKLAND UTILITIES, INC.
INITIAL EFFECTIVE DATE: April 1, 2012

LEAF: 392
REVISION: 0
SUPERSEDING REVISION:

SERVICE CLASSIFICATION NO. 25 (Continued)

SPECIAL PROVISIONS: (Continued)

- (E) The Company may enter into individually negotiated agreements for standby service with the following;
- (1) Customers that can demonstrate to the Company's satisfaction that they can economically isolate from the Company's system by installing and operating back-up generation at a lower cost than paying for standby service at the applicable rates and charges of this Service Classification, and would do so without the negotiated rate alternative;
 - (2) Customers that are currently isolated from the Company's system and rely on on-site generating facilities to meet their electrical requirements and would continue to do so without the negotiated rate alternative; and
 - (3) Customers with on-site generating equipment having a total nameplate rating of 50 MW or greater, where no less than 90 percent of the site's energy output, net of station power requirements, is sold into the market place or a third party. The rates and charges negotiated will reflect, when applicable, the characteristics of the specific interconnection arrangements, including, but not limited to, the voltage level of the interconnection, whether the interconnection is bi-directional, and the nature of the Company's facility where the generator is interconnected with the Company's system.

At a minimum, the negotiated rate agreement must provide for a reasonable contribution to the Company's recovery of fixed costs.

The Company shall respond to a customer application for a negotiated agreement within 60 days of its receipt, with a negotiated agreement offer or a written explanation for its rejection of the application.

- (F) All requests for service under this Service Classification must be made in writing.

Issued By: William Longhi, President, Pearl River, New York