PSC No: 120 - Electricity New York State Electric and Gas Corporation Initial Effective Date: May 1, 2017 Issued in compliance with Orders in Case Nos. 15-E-075 Leaf No. 117.42 Revision: 11 Superseding Revision: 10

Issued in compliance with Orders in Case Nos. 15-E-0751 and 15-E-0082, dated March 9, 2017 and 17-M-0106 dated April 20, 2017.

GENERAL INFORMATION

31. Micro-Hydroelectric Service Option (Cont'd)

B. Non-Residential (Cont'd)

5. Metering

For a net metered customer with an installation on or prior to March 9, 2017, the Company shall install one meter appropriate for the customer's service classification that enables the Company to measure the electricity delivered to the customer and measure the electricity supplied by the customer to the Company. Where the Company determines that a second meter should be installed, no additional costs shall be billed to the customer. When a second meter is requested by the customer that is not required by the Company, the customer shall be responsible for the cost of the meter, the installation and any additional costs. For a net metered customer with an installation after March 9, 2017, customer shall refer to Rule 40, Value of Distributed Energy Resources (VDER) for metering.

6. Billing

For each billing period during the term of the SIR Contract, the Company shall net the electricity (kWh) delivered to the customers with the electricity (kWh) supplied by the customer to the Company.

Non-Hourly Pricing

- a) If the electricity (kWh) supplied by the Company exceeds the electricity supplied by the customer to the Company during the billing period, the customer shall be billed for the net kWh supplied by the Company to the customer at the standard service class rates. For customers billed on Time-differentiated rates (TOU meter), e.g., On-Peak/Off-Peak, netting shall occur in each time period.
- b) If the electricity (kWh) supplied by the customer to the Company during the billing period exceeds the electricity (kWh) supplied by the Company to the customer, a kWh credit shall be carried forward for the next billing period. For customer billed on time-differentiated rates (TOU meter), e.g., On-Peak/Off-Peak, the kWh credit shall be carried forward as a credit to the appropriate time period.
- c) For a demand-billed customer, prior to carrying forward any kWh credit, the kWhs shall be converted to a dollar value using the applicable tariff per kWh rate and applied as a credit to the current utility bill. If the dollar value of the kWh exceeds the current utility bill, any remaining dollars shall be converted back to kWhs and carried forward for the next billing period as a kWh credit.

Hourly Pricing

- a) For customers billed on Hourly Pricing, for each hour, the customer's usage and its generation are netted within the hour.
- b) Kilowatt-hour charges are calculated using the consumption in each hour in which the customer's usage exceeds the customer's generation multiplied by the applicable charge.
- c) For each hour the electricity generated and supplied by the customer exceeds the customer's usage, the kWh difference is multiplied by the applicable tariff per kWh rates (e.g., Energy Charge, Supply Charge, Merchant Function Charge, Ancillary & NTAC, transmission project costs allocated to the Company under the NYISO tariff as approved by FERC, SBC, TSAS, RDM, and Supply Adjustment Charge.) This is the current month's excess monetary credit.
- d) The excess monetary credit from the current and/or prior bill period(s) is applied to the current billing period. If the excess monetary credit exceeds the current utility bill, the monetary credit is carried forward to the next billing period.

Upon the Company's determination that the customer has taken service under this Section while in violation of the conditions of service set forth herein, the customer shall forfeit any positive balance accrued during the annual period in which the violation occurred.

7. Costs

Pursuant to the Standard Interconnection Requirements set forth within Addendum-SIR of P.S.C. No.119, customers are responsible for providing all meter boxes and sockets. In the event that the Company determines that it is necessary to install a dedicated transformer or transformers, or other equipment to protect the safety and adequacy of electric service provided to other customers, a customer generator shall pay for the cost of installing the transformer(s), or other equipment. Customers are responsible for any costs related to the installation of their micro-hydroelectric generating equipment. Notwithstanding the provisions herein, non-residential micro-hydroelectric customers are responsible for meeting all otherwise applicable provisions and requirements of P.S.C. No. 119 and P.S.C. No. 120.

8. Special Provision

- a. Remote Net Metering
 - I. Definitions

Host Account: The customer meter where the micro-hydroelectric generating equipment is located and interconnected with the Company's distribution system.

Satellite Accounts: Additional meters designated by the Host Account, with the same name on the account, for the application of excess net metering credits.

ISSUED BY: Joseph J. Syta, Vice President, Controller and Treasurer, Binghamton, New York