PSC NO: 220 ELECTRICITY LEAF: 199.3 NIAGARA MOHAWK POWER CORPORATION REVISION: 4 INITIAL EFFECTIVE DATE: JULY 20, 2015 SUPERSEDING REVISION: 3 .STAMPS: Issued in Compliance with Order issued April 17, 2015 in Case 14-E-0151 and 14-E-0422.

GENERAL INFORMATION

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

36.7.4.2.1 Any remaining monetary credit will be applied to the eligible designated satellite accounts in the order that each subsequent satellite account bills in the Company's billing system. In the case where more than one satellite account is billed on the same day, the monetary credit will be applied to the highest usage account first. This process will continue through each day in the billing cycle as each satellite account is billed. The monetary credit applied to each satellite account shall not exceed the satellite account's electricity delivery and electricity supply charges for that billing period.

36.7.4.2.1.1 Customers having both electric and gas service on the same account will receive separate bills for electric service and for gas service to ensure that net metering credits apply only to electric service on the satellite accounts

36.7.4.2.2 If a monetary credit still remains at the end of the current month's billing cycle after all eligible designated satellite accounts have been credited, the remaining credit will be carried forward on the host account to the next billing period at which time it will be applied to all eligible designated accounts. The above process will be repeated in each subsequent month until any remaining monetary credit on the host account that is to be applied to eligible designated accounts has been fully allocated.

36.7.4.2.3 A host account Farm Waste Customer-Generator who has a credit remaining at the end of their net metering year (12-month period), will have the portion of the credit equal to average avoided cost as calculated under Special Provision C of S.C. No. 6 of this tariff paid to the host account Customer-Generator. Any remaining monetary credit will be reset to zero at the start of the host account Customer-Generator's next net metering year.

36.7.5 Effective June 1, 2015, volumetric crediting will replace monetary crediting at remote net metered sites where non-residential non-demand rates are in effect.

36.7.5.1 In the event that the excess on-site generation of the host account Customer-Generator exceeds all components of the host account Customer-Generator's outstanding utility bill, the remaining monetary credit will be converted to the applicable kWh and allocated to the eligible designated satellite accounts.

36.7.5.2 A credit will be calculated on the applicable satellite accounts using the satellite accounts service classification rates.

Issued by Kenneth D. Daly, President, Syracuse, NY