

Effective Date: 04/27/2017

PSC No: 120 - Electricity  
 New York State Electric & Gas Corporation  
 Initial Effective Date: April 1, 2017  
 Issued in compliance with Order in Case Nos. 15-E-0751 and 15-E-0082, dated March 9, 2017.

Leaf No. 117.46.22  
 Revision: 3  
 Superseding Revision: 2

#### GENERAL INFORMATION

#### 37. Community Distributed Generation (Cont'd)

##### 7. Calculation and Application of Credits

1. The Company shall calculate credits in accordance with 3.) below for a customer that has completed Step 8 of the SIR Addendum-SIR or has installed Net Metered Generation Facility on or prior to March 9, 2017, for the life of the Net Metered Facility ("Existing").
2. The Company shall calculate credits in accordance with 3.) below for a customer that installs a Net Metered Generation Facility and does not meet the date requirement in 1.) above (i.e., installed after March 9, 2017) for a period of up to 20 years from the project's in-service date ("Phase One NEM") if the customer has:
  - a. made payment for 25% of its interconnection costs, or has its Standard Interconnection Contract executed if no such payment is required as of July 17, 2017, and
  - b. prior to the Company exceeding its 56 MW capacity limit.

##### 3. Calculation and Application of:

###### a. Monetary Credits:

A CDG Host Account that is: demand-billed; or has farm waste electric generating equipment Facility Located and Used at its Premises; or has fuel cell electric generating equipment, shall receive monetary credits in a month where the Host Account has Excess Generation. The monetary credit shall first be applied to any outstanding charges on the Host Account's current electric bill.

- i. Excess Generation shall be converted to the equivalent monetary value at the per kWh rate applicable to the Host Account's service classification for a demand-billed customer that does not have farm waste electric generating equipment at its Non-Farm Location; or does not have fuel cell electric generating equipment.
- ii. Excess Generation shall be converted to the equivalent monetary value at the Company's Buy Back Service Classification No. 10 for a customer with farm waste electric generating equipment at its Non-Farm Location; or fuel cell electric generating equipment.

Any remaining monetary credits shall be allocated to each Satellite Account in accordance with the CDG Host designation pursuant to Section 3 as each Satellite Account is billed. The monetary credit applied to the CDG Host Account shall not exceed the current electric delivery charges, and if applicable, Company supply charges. The monetary credit applied to each Satellite Account shall not exceed the current electric delivery charges, and if applicable, Company supply charges or Consolidated Bill charges from the ESCO.

###### b. Volumetric Credits:

All other CDG Hosts and their Satellites shall receive volumetric credits in a month where the Host Account has Excess Generation :

- i. Any Excess Generation from the CDG Host shall be allocated to each Satellite Account in accordance with the Host Account designation pursuant to Section 3.
  - ii. As each Satellite Account is billed, excess kWh designated to the Satellite Account is converted to a monetary credit and applied to the per kWh charges on the Satellite Account and if applicable, Company supply charges or Consolidated Bill charges from the ESCO. Monetary credits are calculated using the per kWh rate for the Service Classification applicable to the Satellite Account. If a credit remains after applying to the Satellite Account, the credit is converted back to kWh based on the per kWh rate for the Service Classification applicable to the Satellite Account.
- c. If a monetary or volumetric credit remains after applying to the Satellite Account, the remaining credit shall remain on the Satellite Account until used. Satellite credits shall not expire at the end of an annual period.
  - d. Any unallocated credits or allocations retained at the CDG Host Account, shall be combined with the next month's volumetric or monetary credits to be applied to the CDG Host Account and Satellite Accounts, as applicable.
  - e. If the CDG Host Account was previously established as a net metered customer-generator or Remote Net Metered Host, any outstanding credits shall be included in the CDG Host's first bill pursuant to this Rule.
  - f. If the Company is unable to obtain an actual meter read for Host Accounts, the Company shall not be required to estimate Excess Generation output for determining credits to be applied to CDG Satellites.
    - i. CDG Host Accounts meters that are read every other month and shall be billed every other month.

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