SERVICE CLASSIFICATION NO. 7

PURCHASE OF RENEWABLE ENERGY FROM NEW DISTRIBUTED GENERATORS

ELIGIBILITY:

Residential or non-residential customers who receive service under Service Classification No. 1, 2 or 3 and own or operate Renewable Electric Generating Equipment with a rated capacity of no more than thirty-five kilowatts (35 kW) located and used at their premise. Qualifying Customers must install and operate the Renewable Electric Generating Equipment in compliance with Standard Interconnection Requirements and the Application Process for New Distributed Generators, connected in parallel to utility distribution systems, as may be from time to time changed, amended and/or supplemented. Qualifying Customers must also complete Form "A" – *Standardized Contract for Interconnection of New Distributed Generation Units with a Capacity of 35 kW or Less, Connected in Parallel with Utility Distribution Systems* and submit an application with any related fees. This program will be available to Qualifying Customers on a first come, first served basis, until the total rated generating capacity for Renewable Electric Generating Equipment owned or operated by the Customers in the VILLAGE's service territory is equivalent to 75 kW. This limitation is above any existing Renewable Electric Generating Equipment connected to the VILLAGE's distribution system as of the effective date of this service classification No. 7.

REQUIREMENTS FOR INTERCONNECTION:

The generating equipment must be designed, installed, interconnected, tested and operated in accordance with all applicable government, industry and VILLAGE requirements and must comply with the New York State Public Service Commission's *Standard Interconnection Requirements, Section II, Interconnection Requirements.*

All electrical connections will require a building permit and must be completed by a licensed electrical contractor and are subject to inspection by an electrical inspector and the VILLAGE staff prior to interconnection.

System design output shall not exceed 100% of the existing Qualifying Customer's prior 12 months' metered energy consumption. Customer shall obtain all necessary permits and meet all building codes regulations. Customer shall assume costs for any costs related to the project.

Date of Issue

Date Effective

Issued By:

SERVICE CLASSIFICATION NO. 7 (con't)

INTERCONNECTION COSTS:

Customers receiving service under this service classification will be responsible for 100% of necessary interconnection costs. An estimate shall be provided to applicants and (i) shall include the costs associated with any required modifications to the utility system, administration, metering, and on-site verification testing, as detailed in the New York State Public Service Commission's *Standard Interconnection Requirements, Section II, Interconnection Requirements* and (ii) shall include the cost of installing any dedicated transformer(s) and other safety equipment, necessary to protect the safety and adequacy of electric service to other customers as required. The village reserves the right to disqualify any project that compromises the integrity of the village electric system.

MONTHLY CHARGES AND CREDITS:

VILLAGE will employ the following billing procedure to establish each monthly bill for electric service rendered to customers who own or operate Renewable Electric Generating Equipment and qualify for Service Classification No. 7.

Meters will be read on a monthly schedule in conjunction with the VILLAGE's reading of the meter installed to measure deliveries of electric energy to the customer.

At the end of each billing cycle, if the energy amount delivered to the customer by VILLAGE is more than the energy supplied by the customer to VILLAGE, VILLAGE will charge the customer the rates provided in the retail rate schedule applicable to the customer for the difference. If the energy supplied by the customer to VILLAGE is more than the energy amount delivered to the customer by VILLAGE, the customer will get a credit on its monthly bill for the difference. The credit will be in the form of kWh.

Date of Issue

Date Effective

CUSTOMER CREDIT

In the event that the credit received by the customer is greater than charges incurred by the customer during the billing period, a credit will be carried over to the next billing period and used to offset that month's kWh delivered to the customer. If a credit remains at the end of any fiscal year, the customer will receive a money credit following the first billing cycle that ends on or after the last day of each fiscal year. The credit will be calculated by multiplying the kWh credit balance times the average of the monthly Adjusted Present Purchase Power Cost per kWh as filed monthly with the New York Power Authority. Upon payment of the credit, the kWh credit amount will be reset to zero.