Farm Waste Electric Generating Equipment

Billing and Cash Out

Non-Residential – Applicable to Service Classification Nos. 2, 3 and 13

Customers owning or operating farm waste generating equipment who satisfy all installation and operation requirements will be allowed to combine their energy purchases from and sales to the Company in a billing period.

1) Non-Demand Metered Customers

- a) In the event that the amount purchased from the Company exceeds the amount sold to the Company (net purchases) in a billing period, the customer will be billed for the difference at the applicable rates specified in the customer's applicable Service Classification.
- b) In the event that the amount sold to the Company exceeds the amount purchased from the Company (net sales), the excess on-site production shall be converted to the equivalent value at the applicable rate under Service Classification No. 10 and applied as a direct credit to the customer's current total utility bill. To the extent that the value of this production credit exceeds all components of the customer's total bill, the remaining credit shall be carried forward to the succeeding billing period.
- c) In the event that the difference in the billing period that ends directly on or after twelve (12) months from the time the customer contracted for this service ("anniversary date"), represents net sales to the Company, the Company will pay the customer for this difference at the applicable rate under Service Classification No. 10. The customer may make a one-time election to select an alternate anniversary date to be effective for all payments, as applicable.

Under this method, any excess generation will be reimbursed at the rate determined by the Time Weighted Integrated Locational-Based Marginal Price (LBMP) pricing data supplied by the New York Independent System Operator (NYISO). For more information please visit: http://www.nyiso.com/public/markets operations

2) Demand Metered Customers Not Subject to Hourly Pricing Provisions (HPP)

a) In the event that the amount purchased from the Company exceeds the amount sold to the Company (net purchases) in a billing period, the customer will be billed for the difference at the applicable rates specified in the customer's applicable Service Classification.

- b) In the event that the amount sold to the Company exceeds the amount purchased from the Company (net sales), the excess on-site production shall be converted to the equivalent value at the applicable rate under Service Classification No. 10 and applied as a direct credit to the customer's current total utility bill. To the extent that the value of this production credit exceeds all components of the customer's total bill, the remaining credit shall be carried forward to the succeeding billing period.
- c) In the event that the difference in the billing period that ends directly on or after twelve (12) months from the time the customer contracted for this service ("anniversary date"), represents net sales to the Company, the Company will pay the customer for this difference at the applicable rate under Service Classification No. 10. The customer may make a one-time election to select an alternate anniversary date to be effective for all payments, as applicable.

Under this method, any excess generation will be reimbursed at the rate determined by the Time Weighted Integrated Locational-Based Marginal Price (LBMP) pricing data supplied by the New York Independent System Operator (NYISO). For more information please visit: http://www.nyiso.com/public/markets operations

3) Demand Metered Customers Subject to Hourly Pricing Provisions (HPP)

For demand metered customers subject to hourly pricing provisions (HPP), as specified in the customer's applicable Service Classification,

- a) an energy delivery charge/credit will be billed for the net usage/generation in the billing period at the applicable energy delivery kWh rates specified in the customer's applicable Service Classification.
- b) an energy supply
 - i) charge/credit will be billed for customer's taking utility supply service. The appropriate charge/credit will be calculated by netting generation against usage in each hour of a billing period and multiplying the net usage/generation by the applicable hourly rate. Summing the charge/credit calculated for each hour will yield the energy supply amount to be billed for the billing period.
 - ii) credit will be billed for customer's taking retail access supply service that have net generation in at least one hour of a billing period. The appropriate credit will be calculated by multiplying the net generation, for each hour that such occurs, by the applicable hourly rate. Summing the credit calculated for each hour will yield the energy supply amount to be credited for the billing period.

- c) any energy delivery or energy supply credits so determined will be applied as a direct credit to the customer's current total utility bill. To the extent that a credit remains after all components of the customer's bill have been offset, the remaining monetary credit shall be carried forward to the succeeding billing period.
- d) any monetary credit that exists at the end of twelve (12) months from the time the customer contracted for this service will be carried forward to the succeeding billing period.

The minimum charge for Farm Waste Generating customers shall be the Customer Charge plus the Basic Demand Charge, as applicable. The Basic Active Demand will be the highest 15-minute integrated kilowatt demand established during the month for which the bill is rendered.

Farm Waste Generating Equipment Located and Used at the Customer's Farm Operation Billing and Cash Out

Applicable to Service Classification Nos. 1, 2, 3 and 6

Customer owning or operating farm waste electric generating equipment who satisfy all installation and operation requirements will be allowed to combine their energy purchases from and sales to the Company in a billing period.

1) Non-Demand Metered Customers

- a) In the event that the amount purchased from the Company exceeds the amount sold to the Company (net purchases) in a billing period, the customer will be billed for the difference at the applicable rates specified in the customer's applicable Service Classification.
- b) In the event that the amount sold to the Company exceeds the amount purchased from the Company (net sales), the difference will be transferred to the following billing period and added to amounts sold by the customer in that period. In that latter period, differences will either be billed at applicable rates as in a) above, or transferred to the following billing period depending on whether the differences represent net purchases or net sales, respectively.
- c) In the event that the difference in the billing period that ends directly on or after twelve (12) months from the time the customer contracted for this service ("anniversary date") represents net sales to the Company, the Company will pay the customer for this difference at the applicable rate under Service Classification No. 10. The customer may make a one-time election to select an alternate anniversary date to be effective for all payments, as applicable.

Under this method, any excess generation will be reimbursed at the rate determined by the Time Weighted Integrated Locational-Based Marginal Price (LBMP) pricing data supplied by the New York Independent System Operator (NYISO). For more information please visit: http://www.nyiso.com/public/markets operations

2) Demand Metered Customers Not Subject to Hourly Pricing Provisions (HPP)

- a) In the event that the amount purchased from the Company exceeds the amount sold to the Company (net purchases) in a billing period, the customer will be billed for the difference at the applicable rates specified in the customer's applicable Service Classification.
- b) In the event that the amount sold to the Company exceeds the amount purchased from the Company (net sales), the excess on-site production shall be converted to the equivalent value at the applicable energy delivery and energy supply per kWh rates of the customer's applicable Service Classification and applied as a direct credit to the customer's current total utility bill. To the extent that the value of monthly production credit exceeds all components of the customer's total bill, the remaining credits shall be converted back to their kWh values and carried forward to the succeeding billing period.
- c) In the event that the difference in the billing period that ends directly on or after twelve (12) months from the time the customer contracted for this service ("anniversary date") represents net sales to the Company, the Company will pay the customer for this difference at the applicable rate under Service Classification No. 10. The customer may make a one-time election to select an alternate anniversary date to be effective for all payments, as applicable.

Under this method, any excess generation will be reimbursed at the rate determined by the Time Weighted Integrated Locational-Based Marginal Price (LBMP) pricing data supplied by the New York Independent System Operator (NYISO). For more information please visit: http://www.nyiso.com/public/markets operations

3) Demand Metered Customers Subject to Hourly Pricing Provisions (HPP)

For demand metered customers subject to hourly pricing provisions (HPP), as specified in the customer's applicable Service Classification,

 a) an energy delivery charge/credit will be billed for the net usage/generation in the billing period at the applicable energy delivery kWh rates specified in the customer's applicable Service Classification.

b) an energy supply

- i) charge/credit will be billed for customer's taking utility supply service. The appropriate charge/credit will be calculated by netting generation against usage in each hour of a billing period and multiplying the net usage/generation by the applicable hourly rate. Summing the charge/credit calculated for each hour will yield the energy supply amount to be billed for the billing period.
- ii) credit will be billed for customer's taking retail access supply service that have net generation in at least one hour of a billing period. The appropriate credit will be calculated by multiplying the net generation, for each hour that such occurs, by the applicable hourly rate. Summing the credit calculated for each hour will yield the energy supply amount to be credited for the billing period.
- c) any energy delivery or energy supply credits so determined will be applied as a direct credit to the customer's current total utility bill. To the extent that a credit remains after all components of the customer's bill have been offset, the remaining monetary credit shall be carried forward to the succeeding billing period. A ratio of delivery and supply credits shall be developed using the prior month's credit, if applicable, and the current credit for the purpose of allocating total excess credits carried forward.
- d) in the billing period that ends directly on or after twelve (12) months from the time the customer contracted for this service ("anniversary date"), the Company will pay the customer for any remaining supply credit, with the delivery portion reset to zero. The customer may make a one-time election to select an alternate anniversary date to be effective for all payments, as applicable.

The minimum charge for Farm Waste Generating customers shall be the Customer Charge plus the Basic Demand Charge, as applicable. The Basic Active Demand will be the highest 15-minute integrated kilowatt demand established during the month for which the bill is rendered.

Currently there are no customers that operate farm waste generating equipment in Central Hudson's service territory. There are no sample net metering bills available for this type of customer at this time.

For billing questions, please contact our Customer Service Department at (845) 452-2700, toll free at (800) 527-2714, or by email to PVmetering@cenhud.com.