

NORTHWESTERN WISCONSIN ELECTRIC COMPANY

Parallel Generation (20 kW or less) -- Net Energy Billing

1. Effective In

All territories served by the utility.

2. Availability

Available for single-phase and three-phase customers where a part or all of the electrical requirements of the customer are supplied by the customer's generating facilities, where such facilities have a total generating capability of 20 kW or less, where such facilities are connected in parallel with the utility and where such facilities are approved by the utility.

3. Rate

The customer shall be billed monthly on a net energy basis and shall pay the fixed charge and energy charge specified in the rate schedule under which he is served. When the energy produced exceeds energy consumed for the billing month, the customer shall be credited for the excess energy volumes at the avoided cost rate in Pgs-2.

The following customers will continue to be paid for net monthly excess generation at the rate specified in the rate schedule under which the customer purchases energy until April 8, 2029: a) customers taking service under this rate schedule prior to April 19, 2019; or b) customers who have submitted a complete application to the utility by April 8, 2019. A customer that makes changes to the capacity or type of its generation facilities after April 19, 2019 will be treated as a new customer and shall be subject to the standard credit provision.

If, in any month, the customer's bill has a credit balance of \$50 or less, the amount shall be credited to subsequent bills until a debit balance is reestablished. If the credit balance is more than \$50, the utility shall reimburse the customer by check upon request. Monthly credits shall be computed by taking the net excess kilowatt-hours produced times the sum of the applicable energy charge plus monthly power cost adjustment clause (PCAC).

4. Metering and Services Facilities

A customer who is served under a regular rate schedule shall have any ratchet and/or other device removed from his meter to allow reverse power flow and measurement of net energy used. Customers eligible for net energy billing but with existing metering facilities equipped with ratchets or other devices preventing reverse registration (i.e. time-of-use metering facilities) may request that the utility install the necessary metering to permit such billing.

5. Customer Obligation

See Wis. Admin. Code ch. PSC 119.

NORTHWESTERN WISCONSIN ELETRIC COMPANY

Customer-Owned Generation Systems (Greater than 20 kW)

1. Effective In

All territories served by the utility

2. Availability

Available for single-phase and three-phase customers where a part or all of the electrical requirements of the customer are supplied by the customer's generating facilities, where such facilities have a total generating capability of greater than 20 kW, where such facilities are connected in parallel with the utility. Customers not desiring to sell energy under this rate have the right to negotiate a buy-back rate.

The energy rate indicated below is the minimum for electrical energy. Should the utility be unwilling to pay the minimum rate for electrical energy, the utility shall agree to transport such electrical energy to another utility that will pay such minimum rate. The utility shall recover actual costs of such transportation from the generating customer.

3. Rate

Customers shall receive monthly payments at the avoided cost rate, which is the test year base cost of power rate established in the Company's most recent rate case. The base cost is subject to a monthly positive or negative adjustment equivalent to the amount by which the current costs of power is greater or lesser than the base cost of power purchased.

4. On-Peak and Off-Peak Hours and Holidays

On-peak and off-peak hours and holidays are those specified in the wholesale suppliers latest rates.

5. Minimum Charge

The monthly minimum charge paid by the customer shall be the customer charge.

6. Power Factor

The customer shall operate on a net power factor of not less than 90 percent.

7. Renewable Premium

At the Company's sole discretion, a premium to be paid on a per kWh basis may be applied to generators that generate a renewable credit that is transferred to the Company. Customers retain the right to refuse a renewable premium and keep the renewable credits or tags.

NORTHWESTERN WISCONSIN ELECTRIC COMPANY

Customer-Owned Generation Systems (Greater than 20 kW)

8. Negotiated Rates

Customers with generation systems greater than 20 kW have the right to negotiate a buy-back rate. The buy-back rate cannot be less than the full avoided cost.

The following are the required procedure guidelines:

- a. The utility must respond to the customer-owned generating system within 30 days of the initial written receipt of the customer-owned generating system proposal and within 30 days of receipt of a subsequent customer-owned generating system proposal.
- b. The utility's rejection of the customer-owned generating system proposal must be accompanied by a counter-offer relating to the specific subject matter of the customer-owned generating system proposal, and
- c. If the utility is unable to respond to the customer-owned generating system proposal within 30 days it shall inform the customer-owned generating system of:
 - 1) Specific information needed to evaluate the customer-owned generating system proposal.
 - 2) The precise difficulty encountered in evaluating the customer-owned generating system proposal.
 - 3) The estimated date that it will respond to the customer-owned generating system proposal.
- d. The Commission may become involved in the utility negotiations upon showing by either utility or the customer-owned generating system that a reasonable conclusion cannot be reached under the above guidelines. The Commission may provide a waiver to the guidelines and order new negotiation requirements so that a reasonable conclusion can be reached.
- e. A copy of all negotiated buy-back rates shall be sent to the Commission. These rates shall not be effective until the contract is placed on file at the Commission.

Public Service Commission of Wisconsin

NORTHWESTERN WISCONSIN ELECTRIC COMPANY

Customer-Owned Generation Systems (Greater than 20 kW)

8. Charges for Energy Supplied by the Utility

Energy supplied by the utility to the customer shall be billed in accordance with the standard applicable rate schedules of the utility.

9. Maintenance Rate

A customer-owned generation facility may be billed lower demand charges for energy purchased during scheduled maintenance provided written approval is obtained in advance from the utility. Demand charges other than "Customer Demand" shall be prorated if maintenance is scheduled such that the utility does not incur additional capacity costs. Said probation shall be the demand charge times the number of authorized days of scheduled maintenance divided by the number of days in the billing period.

10. Application Process and Customer Obligation

See Wis. Admin. Code ch. PSC 119, Rule for Interconnecting Distributed Generation Facilities.

11. Utility Obligation

a. Metering Facilities

The utility shall install appropriate metering facilities to record all flows of energy necessary to bill in accordance with the charges and credits of the rate schedule.

b. Notice to Communication Firms

Each electric utility shall notify telephone utility and cable television firms in the area when it knows that customer-owned generating facility is to be interconnected with its system. This notification shall be as early as practicable to permit coordinated analysis and testing in advance of interconnection, if considered necessary by the electric or telephone utility or cable television firm.

12. Right to Appeal

The owner of the generating facility interconnected or proposed to be interconnected with a utility system may appeal to the Commission should any requirement of the utility service rules filed in accordance with the provisions of Wis. Admin. Code § PSC 119.40, or the required contract be considered to be excessive or unreasonable. Such appeal will be reviewed and the customer notified of the Commission's determination.