

Electric Utility Statement of Interconnection and Fair Crediting of Residential and Commercial Customer Self-Generation Facilities

1.1 Residential and commercial customers of the City of Naperville electric utility (“**Utility**”) have the right to interconnect their privately owned renewable generating facilities with the City’s Utility Distribution System as long as such facilities are primarily intended to offset a customer’s own electrical requirements and produce, consume, and store their own renewable energy, or any combination thereof, and as long as said customer-owned renewable energy facility is located on premises they own or lease and on the customer’s side of the billing meter (referenced herein as “**Self-Supply Customers**”).

A Utility customer will be designated as a Self-Supply Customer if their maximum nameplate rating is no greater than greater than 110% of the customer’s average peak kilowatt demand for the last three (3) years calculated on a rolling annual basis as recorded by the Utility’s meter. For a Utility customer that has been served by the Utility for less than (3) years, the customer’s average peak kilowatt demand shall be deemed to be seven and six-tenths (7.6) kilowatts for residential Customers and shall be determined on an individual basis for non-residential Customers.

The policies described herein are intended to: (i) facilitate interconnection of renewable energy facilities of Self-Supply Customers to the Utility’s distribution system to offset their own electrical requirements while protecting Utility employees and customers as well as the integrity of the Utility’s distribution system; (ii) provide fair credit for excess energy delivered by Self-Supply Customers’ renewable energy facilities to the Utility’s distribution grid; and (iii) balance the rights of Utility customers who own renewable energy facilities with the rights of non-self-generating Utility Customers.

1.2 The electric utility meter installed by the Utility on the premises of Self-Supply Customers will be capable of measuring energy delivered from the Utility to the customer as well as energy delivered to the Utility from the customer. All renewable energy facility meters shall be labeled with the nameplate rating for that facility. Prior to interconnection of a Self-Supply renewable energy facility to the Utility’s distribution system, proposed installation and interconnection plans shall be submitted for approval to the City’s Building Department and processed in accord with City requirements. Self-Supply customers shall comply with all applicable rules and policies of the Utility and all applicable State and local laws and requirements of the Naperville Municipal Code, as may be amended from time to time. Finally, Self-Supply Customers shall enter into an agreement (“**Agreement**”) with the Utility to specify and clarify the duties and obligations of the Utility and the Customer. If the Customer is not the owner of the premises on which the renewable energy facility will be located, the owner of said premises shall also be a party to the Agreement.

1.3 The Utility reserves the right to withhold, deny, or delay approval of interconnection or operation of a customer’s renewable energy facility with the Utility’s distribution system, (and/or to disconnect a customer if interconnection and operation has already commenced), if the Utility has a reasonable basis to believe that such interconnection or operation would be unsafe or pose a risk of adverse impacts to Utility employees, Utility customers, the

public, or the Utility's distribution system or if the customer has not demonstrated compliance required insurance provisions to the satisfaction of the Utility.

1.4 Self-supply customers who have entered into an agreement approved by the Utility will have the right to offset their own electrical requirements and receive fair credit for excess energy delivered to the Utility's distribution grid based upon rates set forth in DPU-E Rate Schedule 1: "Flat Residential Rates" (for residential customers), or DPU-E Rate Schedule 2: "Flat General Service Rates" (for general service customers which are designated either as "GS1" or "GS2", as applicable) as set forth in Section 8-1-C ("Electric Service Rates") of the Naperville Municipal Code as amended from time to time. Specific credit provisions shall be set forth in the Agreement, including a provision providing that excess energy credits may not be transferred.

1.5 Individuals or entities which the City determines owe outstanding amounts to the City shall be eligible to participate as a Self-Supply Customer, or to continue as such, upon payment in full of such outstanding amounts due the City.

1.6 Self-Supply Customers may contact the Director of the Department of Public Utilities-Electric ("**DPU-E**") with concerns related to the provisions set forth herein.