

TERMS AND CONDITIONS

XXVI. ELECTRIC GENERATOR INTERCONNECTIONS OTHER THAN NET METERING

A. Applicability

This Section XXVI is applicable to Customers who own and operate, or contract with others to own or operate on their behalf, an electric generator in parallel operation with the Company's electric system. Provided, however that this Section shall not apply to: (a) electric generators operating pursuant to the Net Energy Metering provisions in Section XXV of these Terms and Conditions; or (b) electric generators that are interconnected under the jurisdiction of the Federal Energy Regulatory Commission.

Electric generator interconnection service includes only the ability to interconnect an electric generator to the Company's facilities. Electric generator interconnection service does not include, without limitation, the purchase or sale of the output of the electric generator, station service, back-up power, the delivery of the output of the electric generator, nor any form of the supply or delivery of electricity to the Customer. The Customer shall make separate arrangements for any other services that it desires to purchase.

B. Incorporation of Rules

Chapter 314, *Regulations Governing Interconnection of Small Electrical Generators and Storage* ("Chapter 314") at 20 VAC 5-314-10 *et seq.*, is hereby incorporated by reference into this Section XXVI. Interconnection Customers who own and operate, or contract with others to own or operate on their behalf, a Small Generating Facility (SGF) in parallel operation with the Company's electric system are also subject to Chapter 314 and to these Terms and Conditions generally. Such an Interconnection Customer's SGF may only begin parallel operation, and may only continue parallel operation, so long as all applicable requirements of these Terms and Conditions and of Chapter 314 are satisfied.

Notwithstanding any other provision of this Section XXVI, if the Company's transmission system is under the control of a Regional Transmission Entity, and the Regional Transmission Entity has rules, tariffs, agreements or procedures properly governing operation of the SGF, sale or transmission of the output of the SGF, system upgrades required for interconnection of the SGF, or other aspects of the interconnection or operation of the SGF, the Company and the Interconnection Customer shall comply with those applicable rules, tariffs, agreements or procedures.

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- C. The following provisions shall apply to all SGFs:
1. The Company shall not be required to establish or maintain an interconnection with an SGF that is found to be out of compliance with the codes, standards, requirements and/or certifications applicable to the SGF. The Company shall be entitled to obtain information through reasonable means, including the observation of facility tests as conducted by the Interconnection Customer, as may be necessary to ensure the continued safe and reliable operation of Company facilities and equipment and to ensure the SGF does not cause a degradation in power quality provided by the Company to its other customers. However, the Company expressly assumes no responsibility or obligation to inspect or otherwise ensure that the Interconnection Customer complies with any such codes, standards, requirements and/or certifications applicable to the SGF.
 2. In accordance with Section IV.E of these Terms and Conditions, the Company shall furnish Attachment Facilities in the same manner as it provides equipment and facilities in excess of those which the Company would normally provide. However, Section IV.E.3. of these Terms and Conditions shall not be available for Attachment Facilities.
 3. The Company shall not be required to provide an SGF interconnection at any electrical characteristic or voltage range other than those that are provided by the Company for Electric Delivery Service in accordance with these Terms and Conditions. Nor shall the Company be required to provide an SGF interconnection under a higher standard than that applicable to Electric Service generally.
 4. The provision and continuation of an SGF interconnection is contingent upon the Interconnection Customer making payment for all applicable charges for such SGF interconnection, and the payment provisions applicable to any ongoing charges for each SGF interconnection shall be in accordance with these Terms and Conditions. The Company may require a deposit in support of the Interconnection Customer's payment obligations hereunder, pursuant to these Terms and Conditions.
 5. Any metering, including telemetering or data acquisition equipment, that is necessitated by use of the SGF or requested by the Interconnection Customer shall be provided by the Company, at the Interconnection Customer's expense, in accordance with Chapter 314 and the provisions of these Terms and Conditions.
 6. The Interconnection Customer shall provide and maintain communication lines as may be required for transmitting operational and meter data related to the SGF interconnection, and to otherwise reasonably support the coordinated operation of the Company's system with the SGF.

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7. Except as may be otherwise provided for in Chapter 314, invoices presented by the Company to the Interconnection Customer for one-time charges shall be due and payable upon presentation and shall become past due if not paid within thirty days of the invoice date.
8. The Company may reasonably require that the Interconnection Customer provide written acknowledgements or assurances to the Company related to the interconnection and operation of the SGF.

D. The following provisions shall apply to grandfathered interconnections:

An SGF interconnection existing prior to May 21, 2009, may continue under the pre-existing agreement or arrangement. If a change is contemplated to the SGF's rated capacity, mode of operation, or electrical characteristics, or if a change is contemplated to another aspect of the SGF or the interconnection provisions therefore, and if such change is not consistent with the terms of the existing interconnection agreement, one of the following shall occur prior to such change taking place:

1. Upon mutual agreement, the Company and the Interconnection Customer shall modify such pre-existing agreement or arrangement to accommodate such change.
2. Upon request of either the Interconnection Customer or the Company, the terms of interconnection shall be revised prospectively in accordance with the then-effective Terms and Conditions on file with the Commission. Notwithstanding this opportunity for prospective revision, any charges for facilities or services provided by the Company as established under the previous arrangements will continue in connection with the continued provision of such facilities or services, and shall be set forth in an appropriate agreement.