Distribution Wheeling Service Rate Schedule DWS

I. Applicability

This Rate Schedule 1-DWS is optional for customers requesting Distribution Wheeling Service. SMUD may, at its sole discretion, provide Distribution Wheeling Service to Independent Power Producers and Cogenerators, also referred to as Merchant Generators, within SMUD territory, who establish a need for this service. Wheeling service requests will be evaluated on a case by case basis and may be limited by availability of distribution system capacity. This rate has been developed for wholesale power transactions and SMUD will not wheel non-SMUD power to its retail customers under this rate.

This Rate Schedule 1-DWS is available to entities owning generating facilities that meet the following conditions:

- The entity's generating facility is connected to SMUD's distribution system; and
- The entity has a power purchase (offtake) agreement for the output of the generating facility with an entity other than SMUD; and
- Power delivery under the power purchase agreement occurs at a location outside of the SMUD system.

Under this service, the power from the associated generating facility will be wheeled (transferred) across SMUD's distribution system from the point of interconnection to SMUD's distribution system (Interconnection Point) to SMUD's bulk power system. Entities taking service under this rate schedule will also be required to take Transmission Wheeling Service from SMUD under the SMUD Open Access Transmission Tariff (OATT).

Service under this schedule is on a first-come, first-served basis and is available unless the usage of these wheeling facilities would be detrimental to SMUD. This schedule is available for interconnection of the qualified generating facility to the SMUD distribution system, wherever that may occur within the SMUD service territory.

II. Rates

Distribution Wheeling Charge	<u>12/21 kV*</u>	<u>69 kV*</u>
\$/kilowatt-month	\$9.642	\$1.502

* includes all path charges to SMUD's bulk power system

III. Conditions of Service

A. Application for Service

Any entity requesting service under this rate schedule must submit an application for Distribution Wheeling Service. Application for such service is available at the SMUD website, www.smud.org.

B. Required Service Contract

The entity taking wheeling service under the rate schedule shall execute a Distribution Wheeling Agreement (DWA) in accordance with SMUD Policy and Procedure 8-05.

C. Reservation Deposit

The entity requesting service under this rate schedule will be required to submit a deposit equal to one month of service under this rate. The deposit will be refundable up until the time that the entity commits to service by execution of the DWA. Once the DWA is executed, the reservation deposit becomes a nonrefundable payment for the first month of service under the rate schedule.

D. Term

Applicant must specify, at the time of application, the start date for the requested service. Applicant must also specify the duration that is requested for service. SMUD will accept applications for service up to 20 years.

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E. Application Under SMUD'S OATT

Applicants must also make application for Transmission Service under SMUD's Open Access Transmission Tariff.

F. Definitions

The following definitions apply to this schedule:

- 1. Applicant: The entity requesting service under this rate schedule.
- 2. Distribution Wheeling: The transfer of Merchant Generator power at 12 kV, 21 kV, or 69 kV for delivery to a third party outside SMUD service territory.

G. Electrical Interconnection

Applicant must also make a request for interconnection that complies with SMUD's Rule and Regulation 21 process for interconnection, and must meet the requirements of Rule and Regulation 21, which include executing an Interconnection Agreement with SMUD. Any resources *not* meeting the Rule and Regulation 21 requirements will not be eligible for service under this schedule.

H. Metering Requirements

Distributed generation resources receiving service under this schedule shall comply with all applicable rules in installing metering equipment appropriate for full output monitoring agreements, and which can be read daily by electronic means acceptable to SMUD. The customer shall be responsible for procuring and maintaining any communication link required by SMUD for retrieving meter data.

IV. Line Losses

Merchant Generators taking service under this rate schedule will be assessed a line loss factor. Line losses will be applied as the electricity transitions from one voltage level to another. The line losses by voltage level are as follows:

Voltage Level	Loss Factor
12/21kV	4.06%
69kV	1.53%

SMUD reserves the right to update the line loss factor annually on January 1.

Line losses will be applied to the amount of generated electricity that is measured at the point of interconnection between the Merchant Generator's facility and SMUD's electrical system.

(End)