

Feed-In Tariff for Distributed Generation Rate Schedule FIT

I. Applicability

This Tariff 1-FIT is optional for customers who wish to sell to SMUD the power output from an eligible small-scale Distributed Generation Resource, with capacity of not more than 5 MW, as defined in the Conditions of Service section of this schedule.

Service under this schedule is on a first-come, first-served basis until the combined rated generation capacity within SMUD's service territory reaches 100 MW. Feed-in Tariff procedures are available in SMUD Policy and Procedure 8-04 and are available at SMUD's website, www.smud.org. This schedule is available to the entire service territory.

SMUD's General Manager is authorized to develop, implement, and revise the Feed-in Tariff procedures from time to time.

II. Distributed Generation Feed-In Tariff Cost Components

Under this schedule, SMUD will pay the eligible distribution generator the applicable price for metered electricity delivered during the time periods specified for the chosen contract term and start year. The start year is the calendar year when actual commercial operation begins.

The FIT prices will be posted on the SMUD website, www.smud.org, with prices differentiated by:

- Project start date;
- Contract term; and
- Time-of-delivery (TOD).

The FIT prices reflect SMUD's underlying marginal costs for procurement and delivery of comparable power during the specified terms and time periods. For customers with eligible renewable generation facilities, the FIT prices for electricity delivered to SMUD will include the following components:

- Market Energy Price including losses
- Ancillary Services
- Generation Capacity
- Transmission
- Subtransmission Capacity
- Projected cost offsets associated with avoided greenhouse gas mitigation.
- Estimates of risk avoidance from future natural gas price increases.

The FIT prices shall be periodically, but not less frequently than one time per calendar year, reviewed and adjusted based on the criteria set forth above.

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III. Time-of-Delivery Periods

The time periods in this tariff are defined as follows:

Time of Delivery	Months	Super-Peak	On-Peak	Off-Peak
Summer	June - Sept	2:00 to 8:00 p.m. Mon – Sat except holidays	6:00 a.m. to 2:00 p.m. and 8:00 p.m. to 10:00 p.m. Mon - Sat except holidays	All other hours
Fall and Winter	Oct - Feb			
Spring	Mar - May			
Holidays	New Year's Day..... January 1 Memorial Day Last Monday in May Independence Day July 4 Labor Day First Monday in September Thanksgiving Day Fourth Thursday in November Christmas Day December 25			

IV. Conditions of Service

A. Required Contract

Distributed generation resources accepting service under this tariff shall execute a power purchase agreement (PPA) with SMUD.

B. Duration of Term

This tariff shall be offered for contract durations of 10, 15 or 20 years at the option of the customer.

C. Participation in Other SMUD Programs

Customers taking service under this schedule may not also obtain benefits from any of the following:

1. A power purchase agreement with SMUD for deliveries from the same facility;
2. Incentives from SMUD under customer programs implemented in compliance with SB1 requirements or similar program; or
3. The net metering option for energy deliveries from the same facility.

D. Environmental Attributes

A distributed generation resource accepting service under this tariff will deliver to SMUD both the electricity generated and any environmental attributes associated with that energy.

E. Definition

Eligible Renewable Generation Resource

An electric generating facility as defined in Public Utilities Code Section 399.12 and California Public Resource Code Section 25741, as either code provision may be amended or supplemented from time to time.

F. Electrical Interconnection

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Distributed generation resources receiving service under this tariff shall be interconnected within SMUD's service territory and shall be required to comply with SMUD's Rule and Regulation 21 process for interconnection. Any resources not meeting the Rule and Regulation 21 requirements will *not* be eligible for service under this schedule.

G. Metering Requirements

Distributed generation resources receiving service under this tariff shall comply with all applicable rules in installing metering equipment appropriate for full buy/sell or excess sale 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.

(End)

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