

Solar Surcharge Rate Schedule SB1

I. Applicability

This Rate Schedule 1-SB1 applies to all retail electric service from SMUD.

Senate Bill 1 (SB1) charges took effect January 1, 2008. On January 1 of each subsequent year the calculated SB1 surcharge shall be recomputed for the new budget year. The SB1 surcharge in effect is posted on SMUD's website, www.smud.org.

II. SB1 Surcharge Rate

SB1 charge: \$0.0016/kWh.

III. SB1 Surcharge Rate Adjustment

The SB1 surcharge rate per kWh shall be adjusted annually to reflect changing market conditions and to meet annual solar project goals. The surcharge collection shall be capped at \$130 million in total.

IV. General Conditions

SMUD has a goal of 125 megawatts of customer-owned solar generation to meet Senate Bill 1 (SB1) requirements by the end of 2016. SB1 is designed to encourage installation of customer-owned solar generation facilities within *the service area, with the expectation of arriving at a subsidy-free market by the end of 2016.*

V. Specific Conditions

A temporary surcharge and balancing account was established January 1, 2008, to fund and track SB1 requirements.

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