I. Applicability

This Rate Schedule NEM2 applies to residential, commercial/industrial, and agricultural customers who establish service at a premises on or after January 1, 2018 or have an electrical generation facility on their premises that is fueled by a renewable fuel source which had an application for interconnection received by SMUD on or after January 1, 2018.

Customers who established service at their premises prior to January 1, 2018 and have an electrical generation facility on their premises that is fueled by a renewable fuel source which had an application for interconnection received by SMUD prior to January 1, 2018 are subject to Rate Schedule NEM1.

All customers that have an electrical generation facility on their premises that is fueled by a renewable fuel source that are not eligible for Rate Schedule NEM1 are subject to Rate Schedule NEM2.

A renewable electrical generation facility is a facility that is eligible for certification as a renewable energy resource as defined by the California Energy Resources Conservation and Development Commission (CEC). These facilities include, but may not be limited to, generators fueled by:

- photovoltaic
- wind
- biomass
- solar thermal
- geothermal
- fuel cells using renewable fuels
- small hydroelectric
- digester gas
- municipal solid waste conversion
- landfill gas
- ocean wave
- ocean thermal
- tidal current

Small hydroelectric generation facilities will not qualify for this tariff if the facility will cause an adverse impact on instream beneficial uses or cause a change in the volume or timing of streamflow. Fuel cells will not qualify for this tariff if the fuel cell derives any portion of its fuel from a nonrenewable fuel.

II. Successor Rate

This Rate Schedule NEM2 will be updated upon completion of a future public stakeholder process and subsequent rate action by the SMUD Board of Directors.

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1 See the CEC’s most current Renewable Portfolio Standard Eligibility Guidebook for the purposes of providing the technical definitions of a renewable electrical generation facility.