



Heber Light and Power Electric Service Rule No. 14

NET METERING

1. Availability

Net metering service is available to residential Customers of Heber Light & Power who own and operate a generating facility subject to the conditions set forth within this document.

Allowable generating facilities include: Hydro, Solar and Wind

All other types of Net Metering Generation including Commercial Generation will be considered on an individual basis. Please contact Heber Light & Power customer service at 435-654-1581 or visit our website at <http://www.heberpower.com> for more information.

The Application can be downloaded at www.heberpower.com/net-metering-application.pdf

2. Definitions

a. Net Metering

Net metering allows for the flow of electricity both to and from the Customer through a single, bi-directional meter. Net metering allows Customers to use their own approved generation to offset their consumption over a billing period.

b. Net Metering Facility

A customer generating facility meeting the requirements as described below:

1. Generating capacity shall not exceed 25 kilowatts
2. Generating facility shall be located on Customer's premises
3. Generating facility shall be solar, wind or hydro
4. Interconnection shall operate in parallel with Heber Light & Power's distribution system.
5. Generating facility shall be solely intended to offset part or all of a Customer's own electrical requirements exclusively.

c. Avoided Cost

The costs that Heber Light & Power avoids not by purchasing power from the market; the amount of money that Heber Light & Power would need to spend for the next increment of electric generation to produce or purchase elsewhere the power that it instead buys from a co-generator or small power producer.

d. Excess Energy

Any electrical energy generated by the net metering facility that is surplus to the simultaneous electrical usage of the Customer is termed “excess energy”. This electrical energy flows through a bi-directional meter and onto Heber Light & Power’s distribution system.

e. Net Excess Energy

Net Excess Energy is the total amount of excess energy generated during an entire billing cycle. The Net Excess Energy is the amount that will be credited to the customer’s account at the end of each billing cycle. Net excess energy credits will be settled at the end of each calendar year.

f. Renewable Energy Credits (RECS)

Renewable Energy Certificates (RECs), also known as Green tags, Renewable Energy Credits, or Tradable Renewable Certificates (TRCs), are tradable environmental commodities in the United States which represent proof that 1 megawatt hour of electricity was renewable (generated from an eligible renewable energy resource).

3. General Provisions for Net Metering Service

a. Interconnection and Net Metering Service

Heber Light & Power shall allow interconnection of net metering facilities to its system. Any equipment required beyond Heber Light & Power’s standard residential metering will be charged to the Customer in accordance with applicable state and federal regulations.

b. Interconnection Requirements

A net metering system installed by a Customer shall include, at the Customer’s expense, all equipment necessary to meet applicable safety, power quality, and interconnection requirements established by the National Electrical Code (NEC), National Electrical Safety

Code (NESC), the Institute of Electrical and Electronic Engineers (IEEE) and Underwriters Laboratories (UL).

c. Allowable Level of Net Metering Generation

Heber Light and Power will continually monitor the aggregate level of net metering generation connected to Heber Light & Power's system to ensure its safe and efficient operation. As a result, Heber Light & Power will consider all requests for interconnection on a "first come, first serve basis".

d. Fees

Residential Customers installing net metering service will be charged \$150.00 for the bi-directional meter. The Customer will be charged for any expenses associated with modifying Heber Light & Power's system in order to interconnect the net metering facility.

e. Crediting of Net Excess Energy

Any net excess electrical energy generated by the Customer and supplied to Heber Light & Power's system shall be credited to the Customer's account that is connected to the net metering facility. The Customer shall be credited in accordance with **Section "f"** for any "net excess energy" at the end of each billing cycle and will have their "net excess energy" settled at the end of each calendar year.

f. Renewable Energy Credits (RECs)

When the Customer receives RECs they have the option of transferring ownership of those RECs to Heber Light & Power. If the Customer chooses to transfer ownership of their RECs to Heber Light & Power, the Customer will be paid for their net excess generated electricity at the current Residential Retail Rate *. If the Customer chooses to retain ownership of their RECs they will be paid for their net excess generated electricity at the current avoided cost "feed in" rate*.

Heber Light & Power would prefer to have the Customer transfer ownership of their REC's to Heber Light & Power however, it is ultimately the Customer's decision.

*See Heber Light and Power's Rate Schedule

4. Approval and Inspection

a. Prior to Interconnection

Any Customer desiring a Net Metering Connection must make application with and receive approval, from Heber Light & Power. The customer must complete a form with applicable information about the interconnection for accounting and safety purposes. All modifications or improvements required to Heber Light & Power's distribution system due to the Customer's generating facility shall be paid for by the customer.

After installation of the customer-generating facility and prior to production of energy, the customer-generating facility shall first be inspected and approved by City and/or County Inspectors to insure the facility meets all zoning, building and electrical codes. The Customer must also obtain any necessary City and/or County permits and pay all applicable fees.

Upon City and/or County approval, Heber Light & Power will perform the final inspection of the customer-generating facility to ensure compliance with Heber Light and Power's interconnection standards.

It is the Customer's responsibility to install the customer-generating equipment in order to conform with all applicable net metering codes and standards including but not limited to NEC, NESC, UL and IEEE. Any code infractions will be required to be corrected by the Customer before Interconnection will be allowed.

b. After Interconnection

Heber Light & Power shall have the right to inspect a customer-generating facility after interconnection approval is granted, at reasonable hours and with reasonable prior notice to the Customer. If Heber Light & Power discovers that the customer-generating facility is not in compliance with the requirements of this policy, Heber Light & Power shall require the Customer to disconnect the customer-generating facility until compliance is achieved.

c. Testing and Maintenance

Once a net metering interconnection has been approved under this policy, Heber Light & Power will require the Customer to test or perform maintenance on its facility as per all applicable codes, standards and maintenance schedules.

d. Disconnection and Metering

1. Heber Light & Power shall have the right to require the disconnection of the customer-generating facility in the event it causes system problems. The Customer will have the option of correcting the problem, at which time the system

will be re-inspected by Heber Light and Power before being connected to the distribution system again.

2. The Customer shall be required to install a manual disconnect that is readily accessible by Heber Light & Power authorized personnel and located outside any fenced areas. In addition, roof mounted systems must have a roof mounted manual disconnect as per NEC and local codes.

e. Liability

1. The Customer shall be responsible for any damage caused by the customer-generating facility to Heber Light & Power's distribution system and/or neighboring services. The Customer shall be responsible for the installation and maintenance of applicable protection equipment, and for any damage caused by improper application, maintenance or faulty equipment. Heber Light & Power shall not be liable directly or indirectly for permitting or continuing to allow an attachment of a net metering facility, or for the acts or omissions of the customer-generator that cause loss or injury, including death, to any third party.