BEDFORD RURAL ELECTRIC COOPERATIVE, INC.

NET METERING RATE RIDER FOR MEMBER OWNED ALTERNATIVE ENERGY PRODUCTION SYSTEM

AVAILABILITY

Available in all territories served by the Cooperative. Subject to the established rules and regulations of the Cooperative, the aggregate capacity of members' alternative energy systems (AES) may be limited by the Cooperative's system, substation area and/or circuit.

APPLICABILITY

Applicable to all members of the Cooperative. The member's AES must: (1) be owned, operated, leased, or otherwise controlled by the member; (2) be operated in parallel with the Cooperative's distribution system; (3) have a nameplate capacity no greater than 25 kilowatts (kW) for residential service and up to 100 kilowatts (kW) for all other rate classes; and (4) be primarily intended to offset part or all of a member's electric generation requirements.

Member AESs that qualify under this Rate Rider are: solar photovoltaic or other solar energy, wind power, hydropower, biomass, and bio-digester gas and fuel cells as defined in Pa. Act 213 (Alternative Energy Portfolio Standards Act of 2004).

The member's AESs must meet or exceed the standards and requirements of the National Electrical Code, the National Electrical Safety Code, the Institute of Electrical and Electronics Engineers, Underwriters Laboratories, and Pennsylvania Public Utility Commission, as well as the Cooperative's Policy on Alternative Energy Production; Safety and Interconnection Requirements for Alternative Energy Production; and local requirements.

The member must have executed an Interconnection and Power Purchase Agreement with Bedford Rural Electric Cooperative, Inc. and Allegheny Electric Cooperative (Allegheny) to sell excess energy produced by the member's AES to Allegheny.

TYPE OF SERVICE

60 cycles, at available secondary voltage.

Service under this rate schedule requires metering equipment that can measure the flow of electricity in both directions.

COOPERATIVE MONTHLY BILLING

The Cooperative bills the member on a monthly basis according to the applicable rate schedule. The AES shall receive a kilowatt hour-for-kilowatt hour credit for each kilowatt-hour produced by an AES installed on the member's side of the electric revenue meter, up to the total amount of kilowatt hours used by the member during the billing period.

Energy produced by the member's AES in excess of that used by the member in any given annual period will be purchased by Allegheny at its avoided cost of wholesale energy.

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METER AGGREGATION

A member operating an AES may aggregate, either by physical or virtual means, electric energy consumption at properties owned, or leased and operated, by that member and served by the Cooperative, provided the other properties are located within two (2) miles of the property having the AES.

For AESs involved in virtual meter aggregation, a kilowatt hour credit shall first be applied to the meter at the service location of the member's AES. Excess kilowatt hours produced by the AES will then be credited equally to the remaining meters for the AESs account(s), at each meter's designated rate.