

**STANDARD CONTRACT RIDER NO. 51  
PARALLEL OPERATION OF CUSTOMER OWNED GENERATION -  
CAPACITY AND ENERGY CREDITS**

**Availability**

Available to any Customer contracting for parallel operation of a generating facility.

**Interconnection**

**Customer shall comply with all applicable requirements of Standard Contract Rider No. 80 – Interconnection Service.**

**Capacity and Energy from Generator**

The following options may be available to customers with respect to capacity and energy from customer-owned generators.

**Option 1 – Other Company Rider or Tariff Provisions**

Other Company Riders or Tariff Provisions may be available to Customers meeting the requirements of those Riders or Tariff Provisions. These include Standard Contract Rider No. 23 – Peak Load Management, Standard Contract Rider No. 50 – Parallel Operation – For Qualifying Facility, Standard Contract Rider No. 57 – Net Metering, or other Riders or Tariff Provisions that may become available from time to time.

**Option 2 – Reduction in Usage**

Customers may use the output of the generator to reduce usage under the applicable retail rate schedule. All provisions of such rate schedules shall be in effect including any minimum charges. Customers will not receive any credit for generation in excess of load and at Company's option, such generation in excess of load may be prohibited. The highest thirty-minute maximum load set during the billing cycle shall be used in determining the Billing Maximum Load even though such maximum load was the result of failure of Customer owned facilities. Customers operating under this option will be supplied supplemental, backup and maintenance capacity and energy under the rates and charges and terms and conditions of the applicable retail rate schedule. Use of this option does not require a contract for purchase of generator output. **However, an Interconnection Agreement is required as specified in Standard Contract Rider No. 80 – Interconnection Service.** Customers shall agree that the Watt-hour and reactive–Ampere-hour meters installed by Company to measure electric energy may be equipped to prevent reverse registration. This option includes parallel operation of an emergency or stand-by generator for short periods for testing or to transition Customer's load between the generator and the Company's system.

**Option 3 – Special Contract**

At the Company's option, special contracts may be available for purchase of the generator output at a negotiated rate. The negotiated rate may be for the total generator output or only the output net of the Customer's load. At the Company's option, a special contract may be available for backup and maintenance capacity and energy at a negotiated rate. Any and all negotiated rates are subject to IURC approval..

Company will gather necessary load and operational data and will evaluate the cost of providing backup capacity and energy to Customers under this Rider. Such evaluation may result in the Company proposing to establish separate backup rates.