## APPENDIX A

## All-Requirements Project Calculation of Excess Customer-Owned Renewable Generation Credit

FMPA shall pay ARP Participant for the excess kWh energy delivered by customerowned renewable generation to ARP Participant's electric system. Every month, ARP Participant shall determine the total kWh of customer-owned renewable generation that is delivered to ARP Participant's electric system, and shall send the information to FMPA as soon as it becomes available, but no later than the 2<sup>nd</sup> working day of every month. FMPA will then provide a monthly payment to ARP Participant in form of a credit on the ARP power bill for the excess energy delivered to the distribution grid. The ARP Renewable Generation Credit will be calculated as follows:

ARP Renewable Generation Credit = Quarterly Energy Rate \* Monthly kWh of excess customer-owned renewable generation

Quarterly Energy Rate = 3 month average of ARP energy rate. FMPA will update the Quarterly Energy Rate every April 1, July 1, October 1 and January 1.

As part of the monthly bill adjustment, FMPA will also increase ARP Participant's kWh billing amount by the same kWh amount as the customer-owned renewable generation purchased by FMPA. This adjustment is necessary because excess customer generation that flows onto ARP Participant's system has been purchased by FMPA, but will remain on ARP Participant's system and be used by ARP Participant to meet its other customers' electric needs. As a result, ARP Participant's monthly ARP bill will be adjusted accordingly to reflect FMPA's subsequent sale of this energy to ARP Participant.