



Electric Schedule Local Sol – 100% Local Solar Electricity Supply

APPLICABILITY: This Schedule Local Sol is available on a voluntary, first-come, first-served basis to any MCE customer who appropriately enrolls in the Local Sol service option, subject to the availability of specified local solar electricity production. Customers participating in the Local Sol service option will be supplied with a quantity of locally produced, photovoltaic solar electricity matching their respective net electricity usage, as measured by MCE. Charges associated with Schedule Local Sol are further described below. The commencement of Local Sol service is expected to occur in mid-2016, subject to the availability of necessary power supply. Prior to the commencement of Local Sol service, enrolled customers will continue to be served under their current MCE tariff election.

BACKGROUND: In an effort to expand the retail electricity service options available to customers within MCE's service territory, MCE offers Schedule Local Sol, a retail electricity option providing 100% photovoltaic solar electricity produced by a generating facility located within the MCE service territory. The quantity of solar electricity generated for participating Local Sol customers will be equivalent to each customer's respective net annual electricity usage, excepting situations in which certain customers may be enrolled in the Local Sol service option for a partial calendar year – in such instances, 100% photovoltaic solar electricity will be generated for the participating customer in a quantity equivalent to such customer's net electricity usage during the partial period of Local Sol enrollment.

Currently, MCE has identified an approximately one megawatt photovoltaic solar generating facility located within the City of Novato to serve as the primary source of electricity supply for the Local Sol service option (the "Local Sol Generator"). Development of the Local Sol Generator is being supported by a long-term, 20-year, power purchase agreement between MCE and the project owner under the terms of MCE's Feed-In Tariff ("FIT") program, which is designed to support the development of small-scale, locally situated renewable generating facilities. Generation rates charged to Local Sol customers are based on the wholesale power supply costs described in MCE's FIT and are intended to pass through such costs as well as costs associated with general administration of the Local Sol program.

Based on assumed electricity production at the Local Sol Generator, approximately 1.5 million kilowatt hours per year will be available under the Local Sol service option. In consideration of such production estimates, MCE anticipates that initial Local Sol participation will be limited to approximately 100-200 MCE customers, depending on electric usage characteristics of the participating Local Sol customer base. MCE will, at its sole discretion, determine the quantity of local solar electricity production that will be made available through the Local Sol tariff option and may periodically increase or reduce the quantity of such production without notice. MCE may also change or add local solar generating facilities in an effort to provide sufficient power supply to participating customers.

At the time that expected annual electricity sales to participating Local Sol customers generally approximates the anticipated annual electricity production at the Local Sol Generator, enrollments will be suspended and a customer waiting list will be formed. To the extent that a Local Sol customer elects to change service options, MCE will notify customers on the Local Sol waiting list until the service option is fully subscribed.

TERRITORY: The entire MCE service area.

RATES: The generation rate charged to participating Local Sol customers shall not exceed 14.2 cents per kilowatt hour (\$0.142/kWh, "the Local Sol Rate") and shall apply to all net electricity usage during each billing period. The Local Sol Rate shall replace the participating customer's otherwise applicable MCE generation rate(s) and shall remain in effect during any continuous period of enrollment in Schedule Local Sol, extending up to twenty (20) years from the customer's initial date of service in the Local Sol program. All other charges described in the participating customer's otherwise applicable MCE rate schedule, including monthly minimum charges, customer charges, meter charges, facilities charges, demand charges and surcharges, and all other charges owed to MCE or PG&E, shall continue to apply. Charges for net electric generation, as measured in kWh, supplied by MCE will be based on the aforementioned Local Sol Rate.

PARTICIPATORY LIMITATIONS: Participation in this Schedule is limited to MCE customers on either residential or small commercial (e.g., COM-1, or COM-1 TOU) service elections. Additionally, MCE customers taking service under this Schedule are subject to an annual electric energy usage cap, which may impact eligibility in this Schedule to the extent that a participating customer exceeds such cap. Currently, the electric energy usage cap for individual customers participating in this Schedule is set at 3,000 kWh/month, measured in consideration of average net electricity consumption over a rolling three-month period. Customers with average electricity usage in excess of the prescribed cap may be subject to removal from this Schedule, depending on the availability of electric power supplied by the Local Sol Generator. In such a scenario, customers will be returned to their otherwise applicable MCE service election without penalty.

MCE's STANDARD TERMS AND CONDITIONS OF SERVICE: MCE customers electing to take service under this Schedule will be subject to MCE's standard terms and conditions of service, which can be viewed online by visiting: mceCleanEnergy.org/terms_conditions_of_service

ADDITIONAL INFORMATION & ENROLLMENT: Eligible MCE customers may enroll in Schedule Local Sol by contacting an MCE customer service representative at (888) 632-3674, Monday through Friday, 9 am to 5 pm or by emailing info@mceCleanEnergy.org. Additional information regarding Schedule Local can be viewed online by visiting: mceCleanEnergy.org/100-local-solar