

Here is the proposal presented in Kate O'Connell's write-up of the 6th meeting of the DG Rates Group:

- *Proposal was presented:*
 - *Only pay for capacity delivered at utility peak. The way to measure or estimate that is:*
 - *<25 kW: assume no demand meter, and make capacity payment if the DG facility produces more than 65% of its accredited capacity in a month (i.e. greater than 65% capacity factor). However, if these customers want a demand meter, they could pay for one;*
 - *>25 kW: must have demand meter to get capacity payment, which is made only for power delivered at utility peak.*

The following is a revised proposal.

- In order to be eligible to receive a capacity payment, the facility must meet the minimum requirements for capacity accreditation in the MAPP, including performing an annual uniform rating of generation equipment (URGE) test.
- The capacity payment rate schedule shall be based on the capacity contributed by the facility to the Company during peak hours. Full capacity payment will be based on a 100% capacity factor during on-peak hours with the capacity payment reduced proportionally for lower on-peak capacity factors.
- Full capacity rates will vary between companies based upon the companies' capacity needs.