

**STANDARD CONTRACT RIDER DG
DISTRIBUTED GENERATION**

APPLICABLE TO:	Residential Service Rate	Schedule Designation D1
	General Service Rate	Schedule Designation D3
	Large General Service Rate	Schedule Designation D4

AVAILABILITY OF SERVICE: Available to customers with on-site distributed generation desiring to operate in parallel with the Company's system and take service for their supplemental needs under one of the applicable tariffs listed above. The on-site generation capacity shall be no greater than 100 kW at a single location. Distributed generation resources include reciprocating engine generator sets, small turbine-generators, fuel cells, regenerative dynamometers and renewable resources.

PARALLEL OPERATION: The customer must meet the interconnection requirements of the Company specified in "Protective Relaying, Operating and Telemetry Guidelines for Independently Owned Generation" ('Guidelines') published by the Company, as approved by the Michigan Public Service Commission, and have written permission from the Company before parallel operation will be permitted. For single-phase equipment less than 25 kVA, the requirements are simplified and can usually be satisfied by performing an automatic shutdown test as described in Section 5.1 of the Guidelines.

The customer is advised to consult its insurers and insurance policies regarding the existence of coverage for on-site distributed generation resources. Homeowners' policies and insurers may afford varying degrees of coverage for this exposure, or may exclude it altogether. This statement is not to be viewed as the rendering of advice regarding the customer's insurance coverage.

RATES: The customer shall pay all direct costs of controlling and protective equipment necessitated by the presence of a source of power on his premises and costs to comply with the Guidelines.

Sell-Back Energy Rate:

For customers with a standard energy meter, the Company's monthly average top incremental cost of power will be applied to all kilowatt-hours delivered to the Company's system.

For customers with a time-of-day meter, the Company's average monthly top incremental cost of power for each time-of-day period will be applied to all kilowatt-hours delivered to the Company's system during that time-of-day period.

For customers with an interval meter, the Company's top incremental cost for each hour will be applied to all kilowatt-hours delivered to the Company's system during that hour.

METERING REQUIREMENTS: The Company will install separate metering for energy sold by the Company to the customer and for energy sold-back to the Company by the customer. The Company will, at the customer's request, upgrade the sell-back meter to either a time-of-day or interval meter, but the incremental cost of such upgrade is the responsibility of the customer.

CONTRACT TERM: Open order, terminable on three day's written notice by either party. Where special services are required, the term will be as specified in the applicable contract rider.

M/XXX

Issued: _____
By: L.G. Garberding
Executive Vice President
and Chief Financial Officer
2000 Second Avenue
Detroit, Michigan 48226

Effective for service rendered on
and after _____ under
authority of order of the Michigan
Public Service Commission dated
_____ in Case U-_____