



March 29, 2017

Dear Customer,

In 2011, Payson City adopted “Net Metering” standards for those residents who desire to install generation facilities (windmills, solar panels, etc.) on their property. Based on recommendations from a Cost of Service Study completed for Payson City in December 2016, the City is updating its policy regarding Distributed Generation (Net Metering). The following updates will go into effect March 1, 2017 for all net metering customers:

1. Payson City will allow more generating capacity of up to 10 kilowatts for residential and up to 25 kilowatts for commercial systems.
2. Customers will still be billed the \$10.00 monthly customer charge.
3. Customers will be billed for all energy used at the residential rate:
  - a. First 400 kWh \$0.09550/kWh
  - b. Next 400 kWh \$0.11522/kWh
  - c. All Add'l kWh \$0.12220/kWh
4. Payson City will buy energy received from the customer at the following rate eliminating the carryover of kWh credit month to month or zeroing out the kWh credit in the April billing period:
  - a. First 400 kWh \$0.0700/kWh
  - b. Next 400 kWh \$0.08400/kWh
  - c. All Add'l kWh \$0.08900/kWh

If you have any questions regarding the updated Distributed Generation (Net Metering) policy or rate changes, please call 801-465-5217.

Sincerely,

A handwritten signature in black ink, appearing to read "Ron Crump", written in a cursive style.

Ron Crump