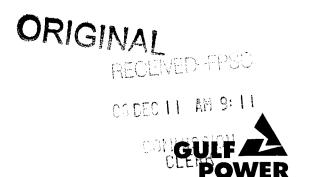
**Susan D. Ritenour** Secretary and Treasurer and Regulatory Manager One Energy Place Pensacola, Florida 32520-0781

Tel 850.444.6231 Fax 850.444.6026 SDRITENO@southernco.com



December 7, 2006

Ms. Blanca S. Bayo, Director
Division of the Commission Clerk and Administrative Services
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee FL 32399-0870

060786-ETQ

A SOUTHERN COMPANY

Dear Ms. Bayo:

Enclosed for official filing are an original and fifteen copies of Gulf Power Company's Petition for Approval of an Amended Standard Interconnection Agreement. The Standard Interconnection Agreement is consistent with all of the Commission's rules governing interconnection agreements. A coded copy of each tariff sheet listed below has been provided to show the changes to the existing tariff sheet.

Identification	New Sheet	Old Sheet
Form 12	Third Rev. Sheet No. 9.34	Second Rev. Sheet No. 9.34
Standard Interconnec	tion	
Agreement	Second Rev. Sheet No. 9.35	First Rev. Sheet No. 9.35
· ·	Second Rev. Sheet No. 9.36	First Rev. Sheet No. 9.36
	Second Rev. Sheet No. 9.37	First Rev. Sheet No. 9.37
	Second Rev. Sheet No. 9.38	First Rev. Sheet No. 9.38
	First Rev. Sheet No. 9.39	Original Sheet No. 9.39
	First Rev. Sheet No. 9.40	Original Sheet No. 9.40

Upon approval, please return a copy of the approved tariff sheets to my attention.

Sincerely,

cc:

Beggs &Lane

Jeffrey A. Stone, Esquire

Florida Public Service Commission

Connie Kummer

Susan D. Ritericece (lev)
- Original Turiff forwarded to ECR
Enclosures

FPSC-COMMISSION CLERK

ORIGINAL

### BEFORE THE PUBLIC SERVICE COMMISSION

In re: Petition for approval of stipulation regarding interconnection of distributed resources to electric power system, by Florida Power & Light Company, Gulf Power Company, Progress Energy Florida, and Tampa Electric Company

060786-EQ DOCKET NO. 060410-EI

Filed: December 7, 2006

# GULF POWER COMPANY'S PETITION FOR APPROVAL OF ITS AMENDED STANDARD INTERCONNECTION AGREEMENT FOR QUALIFYING FACILITIES

Gulf Power Company ("Gulf Power," "Gulf" or "the Company"), pursuant to Order No. PSC-06-0707-PAA-EI, the joint stipulation filed by Gulf Power, Tampa Electric Company, Florida Power and Light Company and Progress Energy Florida on May 22, 2006, and Rule 25-17.087, Florida Administrative Code, petitions the Florida Public Service Commission ("the Commission") to approve certain amendments to Gulf Power's existing Standard Interconnection Agreement for Qualifying Facilities ("Standard Interconnection Agreement") which currently is embodied in revised tariff sheets 9.36-9.40.

1. The name, address, telephone number and facsimile number of the petitioner are:

Gulf Power Company 500 Bayfront Parkway One Energy Place Pensacola, FL 32520-0780 (850) 444-6231 (850) 444-6026 (fax)

- 2. Gulf Power is a public utility subject to the jurisdiction of the Commission under Chapter 366, Florida Statutes.
- 3. All notices, pleadings and correspondence required to be served on the petitioner should be directed to:

DOCUMENT NUMBER-DATE
11276 DEC 11 8

FPSC-COMMISSION CLERK

Jeffrey A. Stone Russell A. Badders Steven R. Griffin Beggs & Lane P.O. Box 12950 Pensacola, FL 32591 (850) 432-2451 (8500 469-3331 (fax) Susan D. Ritenour Secretary and Treasurer Gulf Power Company One Energy Place Pensacola, FL 32520-0780 (850) 444-6231 (850) 444-6026(fax)

- 4. On May 22, 2006, Gulf Power, Tampa Electric Company, Florida Power and Light Company and Progress Energy Florida filed a joint stipulation with the Commission (the "Joint Stipulation"). Through the Joint Stipulation, the IOUs agreed to amend their tariffs concerning interconnection agreements with Qualifying Facilities to provide for the applicability of such tariffs to distributed resources, as appropriate and to provide that interconnections with distributed resources that are Qualifying Facilities will be based on then-current IEEE Standard 1547. On August 18, 2006, the Commission approved the Joint Stipulation in Order No. PSC-06-0707-PAA-EI.
- 5. Pursuant to the Joint Stipulation and Order No. PSC-06-0707-PAA-EI, Gulf hereby submits its Amended Standard Interconnection Agreement (consisting of revised tariff sheets 9.36-9.40) as Exhibit "A" hereto for Commission approval.
- 6. Gulf Power is not aware of any disputed issues of material fact relative to the subject matter of this petition.

WHEREFORE, Gulf Power respectfully requests that the Commission grant this Petition for Approval of its Amended Standard Interconnection Agreement for Qualifying Facilities as reflected in the revised tariff sheets contained in Exhibit "A."

DATED this 7<sup>th</sup> day of December, 2006.

JEFFREY A. STOPE

Florida Bar No. 325953

RUSSELL A. BADDERS

Florida Bar No. 007455

STEVEN R. GRIFFIN

Florida Bar No. 0627569

Beggs & Lane

P.O. Box 12950

Pensacola, FL 32591

(850) 432-2451

**Attorneys for Gulf Power Company** 

## **Tariff Sheet**

# Section IX Third Revised Sheet No. 9.34

### **GULF POWER COMPANY**

Canceling Second Revised Sheet No. 9.34

Any subsequent change in the system must also be submitted for review and written approval prior to actual modification. The above mentioned review, recommendations and approval by Gulf do not relieve the Customer from complete responsibility for the adequate engineering design, construction and operation of the Customer's equipment and for any liability for injuries to property or persons associated with any failure to perform in a proper and safe manner for any reason.

I understand that in order to interconnect with Gulf Power, Customer is required to bear all costs associated with the change-out, upgrading or addition of protective devices, transformers, lines, services, meters, switches, and associated equipment and devices beyond that which would be directly required to provide normal service to the Customer, if the Customer were a non-generating customer. These costs shall be paid by the Customer to Gulf for all material and labor that is required. Prior to any work being done by Gulf, Gulf shall supply the Customer with a written good faith cost estimate of all its required materials and labor and a good faith estimate of the date by which construction of the interconnection will be completed. This estimate shall be provided to the Customer within 60 days after the Customer supplies Gulf with its final electrical plans. Gulf shall also provide project timing and feasibility information to the Customer.

I understand that in order to obtain Gulf Power's written consent to operate electric generating equipment in parallel with Gulf's electric system, Customer must have complied with the standards for safety and interconnection set forth in Rule 25-17.087(6)-(9) F.A.C. (attached); and in the case of Distributed Resources of 10 MVA and less, must have complied with the provisions of IEEE 1547, have provided Gulf with a copy of Customer's filing with the Federal Energy Regulatory Commission of any and all necessary information required thereby; and have signed an Interconnection Agreement with Gulf Power.

Customer
By:
Accepted: Representative of Gulf Power Company
Page 2 of 2

ISSUED BY: Susan N. Story

### **GULF POWER COMPANY**

### STANDARD INTERCONNECTION AGREEMENT

G	Gulf Power Company, hereinafter referred to as "the Company", agrees to interconnect with
	the "Customer" on whose behalf the "Application for Interconnection of Customer,
Owned G	Generation" (Gulf Power Company Form 12, Tariff Sheets 9.33-9.34) dated was
submitted	d, hereinafter referred to as the "QF" or "Distributed Resource", subject to the following provisions:
1. <u>F</u>	acility
Т	he QF's or Distributed Resource's generating facility, hereinafter referred to as "Facility", is located at
	, within the Company's service territory. The QF or Distributed Resource
intends to	have its Facility installed and operational on or about, The QF or
Distribute	d Resource shall provide the Company reasonable prior notice of the Facility's initial operation, and it shall
cooperate	e with the Company to arrange initial deliveries of power to the Company's system.
u	Inless the generator is classified as a Distributed Resources of 10 MVA or less, the Facility has been or will
be certifie	ed as a Qualifying Facility pursuant to the rules and regulations of the Florida Public Service Commission
(FPSC) o	or the Federal Energy Regulatory Commission (FERC). The QF shall maintain the qualifying status of the
Facility th	proughout the term of the interconnection and any associated contracts for either capacity or energy or
both.	
2. <u>C</u>	Construction Activities
Т	he QF or Distributed Resource shall provide the Company with written instructions to proceed with
construct	ion of the interconnection facilities as described in this Agreement at least 24 months prior to the date on
which the	facilities shall be completed. The Company agrees to complete the interconnection facilities as described
in this Ag	reement within 24 months of receipt of written instructions to proceed.
L	Jpon the parties' agreement as to the appropriate interconnection design requirements, and receipt of
written in	structions to proceed from the QF or Distributed Resource, the Company shall design and perform or
cause to	be performed all of the work necessary to interconnect the Facility with the Company's system.

**ISSUED BY:** Susan N. Story

The QF or Distributed Resource agrees to pay the Company all expenses incurred by the Company to design, construct, operate, maintain and repair the interconnection facilities necessary for integration of the Facility into the Company's electrical system. Such interconnection costs shall not include any costs which the Company would otherwise incur if it were not engaged in interconnected operations with the QF or Distributed Resource but instead simply provided the electric power requirements of the Facility with electricity either generated by the Company or purchased from another source.

The QF or Distributed Resource agrees to pay the costs for complete interconnection work ( ) within 30 days after the Company notifies the QF or Distributed Resource that such interconnection work has been completed or ( ) payable in (up to 36) \_\_\_\_\_ monthly installments, plus interest on the outstanding balance calculated at the 30-day highest grade commercial paper rate in effect 30 days prior to the date each payment is due, with the first such installment payment being due 30 days after the Company notifies the QF or Distributed Resource that such interconnection work has been completed.

In the event the QF or Distributed Resource notifies the Company in writing to cease interconnection work before its completion, the QF shall be obligated to reimburse the Company in full for the interconnection costs incurred up to the date such notification is received.

### 3. Cost Estimates

Attached hereto as Exhibit A and incorporated herein by this reference, is a document entitled, "QF or Distributed Resource Interconnection Cost Estimates" prepared by the Company at the request of the QF or Distributed Resource pursuant the provisions of Rule 25-17.087(10) F.A.C. and the Company's Form 12 "Application for Interconnection of Customer-Owned Generation" (Retail Tariff Sheets 9.33-9.34.) The parties agree that the cost of the interconnection work contained in Exhibit A is a good faith estimate of the actual cost to be incurred.

### 4. <u>Technical Requirements and Operations</u>

The parties agree that the QF's or Distributed Resource's interconnection with, and delivery of electricity into, the Company's system must be accomplished in accordance with the provisions in Rule 25-17.087(6)-(9) F.A.C., adopted by the FPSC in Order No. 23623, Docket No. 891049-EU. For a Distributed Resource that is 10 MVA or less in size, the generator's interconnection with the Company's system must also be accomplished in accordance with the provisions of the IEEE Standard 1547 for Interconnecting Distributed Resources with Electric Power Systems that is in effect at the time of construction. Prior to initial synchronization with the Company's system, the QF or Distributed Resource must obtain written consent from the Company to operate electric generating equipment in parallel with the Company's electric system.

ISSUED BY: Susan N. Story EFFECTIVE:

Section IX Second Revised Sheet No. 9.37

Canceling First Revised Sheet No. 9.37

**GULF POWER COMPANY** 

The QF or Distributed Resource agrees to require that the Facility operator immediately notify the Company's System Dispatcher by telephone in the event hazardous or unsafe conditions associated with the

parties' parallel operations are discovered. If such conditions are detected by the Company then the Company will

likewise immediately contact the operator of the Facility by telephone. Each party agrees to immediately take

whatever appropriate corrective action is necessary to correct the hazardous or unsafe conditions.

To the extent the Company reasonably determines the same to be necessary to ensure the safe operation

of the Facility or to protect the integrity of the Company's system, the QF or Distributed Resource agrees to reduce

power generation or take other appropriate actions.

5. <u>Interconnection Facilities</u>

The interconnection facilities shall include the items listed in Exhibit B, which is made an integral part of this

Agreement.

Interconnection facilities on the Company's side of the ownership line with the QF or Distributed Resource

shall be owned, operated, and maintained by the Company. The QF or Distributed Resource shall be responsible

for the cost of designing, installing, operating and maintaining the interconnection facilities on the QF's or Distributed

Resource's side of the ownership line as indicated in Exhibit C. The QF shall be responsible for establishing and

maintaining controlled access by third parties to the interconnection facilities.

6. Operation and Maintenance Payments

The Company will separately invoice the QF or Distributed Resource monthly for all costs associated with

the operation, and maintenance of the interconnection facilities. The QF or Distributed Resource agrees to pay the

company within 20 days of receipt of each such invoice.

7. <u>Site Access</u>

In order to help ensure the continuous, safe, reliable and compatible operation of the Facility with the

Company's system, the QF or Distributed Resource hereby grants to the Company for the period of interconnection

the reasonable right of ingress and egress, consistent with the safe operation of the Facility, over property owned or

controlled by the

ISSUED BY: Susan N. Story

Section IX Second Revised Sheet No. 9.38

Canceling First Revised Sheet No. 9.38

**GULF POWER COMPANY** 

QF or Distributed Resource to the extent the Company deems such ingress and egress necessary in order to examine, test, calibrate, coordinate, operate, or maintain or repair any interconnection equipment involved in the parallel operation of the Facility and the Company's system, including the Company's metering equipment.

8. Construction Responsibility

In no event shall any Company statement, representation, or lack thereof, either expressed or implied, relieve the QF or Distributed Resource of its exclusive responsibility for the Facility. Specifically, any Company inspection of the Facility shall not be construed neither as confirming or endorsing the Facility's design or its operation or maintenance procedures nor as a warranty or guarantee as to the safety, reliability, or durability of the Facility's equipment. The Company's inspection, acceptance, or its failure to inspect shall not be deemed an endorsement of any Facility equipment or procedure.

9. <u>Insurance</u>

The QF or Distributed Resource agrees to indemnify and save harmless the Company, its subsidiaries or affiliates, and their respective employees, officers, and directors, against any and all liability, loss, damage, cost or expense which the Company, its subsidiaries, affiliates, and their respective employees, officers, and directors may hereafter incur, suffer or be required to pay by reason of negligence on the part of the QF or Distributed Resource in performing its obligations pursuant to this Agreement or the QF's or Distributed Resources's failure to abide by the provision of this Agreement. The Company agrees to indemnify and save harmless the QF or Distributed Resource against any and all liability, loss, damage, cost or expense which the QF or Distributed Resource may hereafter incur, suffer or be required to pay by reason of negligence on the part of the Company in performing its obligation pursuant to this Agreement or the Company's failure to abide by the provisions of this Agreement. The QF or Distributed Resource agrees to include the Company as an additional named insured in any liability insurance policy or policies the QF or Distributed Resource obtains to protect the QF's or Distributed Resource's interests with respect to the QF's or Distributed Resource's indemnity and hold harmless assurances to parties contained in this Section.

ISSUED BY: Susan N. Story EFFECTIVE:

Section IX First Revised Sheet No. 9.39

**GULF POWER COMPANY** 

Canceling Original Sheet No. 9.39

The QF or Distributed Resource shall deliver to the Company at least fifteen days prior to the start of any interconnection work, a certificate of insurance certifying the QF's or Distributed Resource's coverage under a liability insurance policy issue by a reputable insurance company authorized to do business in the State of Florida, protecting and indemnifying the QF or Distributed Resource, and the Company as an additional named insured, their officers, employees, and representatives, against all liability and expense on account of claims and suits for injuries or damages to persons or property arising out of the interconnection to the QF or Distributed Resource, or caused by operation of any of the QF's or Distributed Resource's equipment or by the QF's or Distributed Resource's failure to maintain the Facility's equipment in satisfactory and safe operating conditions, or otherwise arising out of the performance by the QF or Distributed Resource of the duties and obligations arising under the terms and conditions of this Agreement.

The policy providing such coverage shall provide comprehensive general liability insurance, including property damage, with limits in an amount not less than \$1,000,000 for each occurrence. In addition, the above required policy shall be endorsed with a provision whereby the insurance company will notify the Company within thirty days prior to the effective date of cancellation or a material change in the policy. The QF or Distributed Resource shall pay all premiums and other charges required or due in order to maintain such coverage as required under this section in force during the entire period of interconnection with the Company.

10. Electric Service to the QF or Distributed Resource

The Company will provide the class or classes of electric service requested by the QF or Distributed Resource, to the extent that they are consistent with applicable tariffs, provided, however, that interruptible service will not be available under circumstances where interruptions would impair the QF's or Distributed Resource's ability to generate and deliver electricity to the Company.

ISSUED BY: Susan N. Story EFFECTIVE:

### Section IX First Revised Sheet No. 9.40

## **GULF POWER COMPANY**

Canceling Original Sheet No. 9.40

11.	Notificatio	<u>n</u> n		
  -	For purpos	se of making emergency or any comm	unication	ns relating to the operation of the Facility, under the
provisio	ons of this A	Agreement, the parties designate the fo	ollowing	people for notification:
	For Gulf:			
				Phone:
	For QF or	r Distributed Resource:		
	-			Phone:
			ce and th	ne Company executed this Agreement this
day of <sub>-</sub>		· · · · · · · · · · · · · · · · · · ·		
ATTES	ST:		GULF I	POWER COMPANY
	Secret	tary	Ву:	Vice President
			Date: _	
ATTES	ST:		QF or [	Distributed Resource
			Ву:	
Witnes	s as to QF	or Distributed Resource	Title: _	Official Capacity
Witnes	s as to QF	or Distributed Resource	Date:	

ISSUED BY:

Susan N. Story



# Section IX <u>ThirdSecond</u> Revised Sheet No. 9.34

### **GULF POWER COMPANY**

Canceling SecondFirst Revised Sheet No. 9.34

Any subsequent change in the system must also be submitted for review and written approval prior to actual modification. The above mentioned review, recommendations and approval by Gulf do not relieve the Customer from complete responsibility for the adequate engineering design, construction and operation of the Customer's equipment and for any liability for injuries to property or persons associated with any failure to perform in a proper and safe manner for any reason.

I understand that in order to interconnect with Gulf Power, Customer is required to bear all costs associated with the change-out, upgrading or addition of protective devices, transformers, lines, services, meters, switches, and associated equipment and devices beyond that which would be directly required to provide normal service to the Customer, if the Customer were a non-generating customer. These costs shall be paid by the Customer to Gulf for all material and labor that is required. Prior to any work being done by Gulf, Gulf shall supply the Customer with a written good faith cost estimate of all its required materials and labor and a good faith estimate of the date by which construction of the interconnection will be completed. This estimate shall be provided to the Customer within 60 days after the Customer supplies Gulf with its final electrical plans. Gulf shall also provide project timing and feasibility information to the Customer.

I understand that in order to obtain Gulf Power's written consent to operate electric generating equipment in parallel with Gulf's electric system, Customer must have complied with the standards for safety and interconnection set forth in Rule 25-17.087(6)-(9) F.A.C. (attached); and in the case of Distributed Resources of 10 MVA and less, must have complied with the provisions of IEEE 1547, have provided Gulf with a copy of Customer's filing with the Federal Energy Regulatory Commission of any and all necessary information required thereby; and have signed an Interconnection Agreement with Gulf Power.

Customer
By:Its authorized representative
Accepted:Representative of Gulf Power Company
Page 2 of 2

ISSUED BY: Susan N. StoryD. L. McCrary EFFECTIVE: October 15, 1991

### STANDARD INTERCONNECTION AGREEMENT

Gulf Power Company, hereinafter referred to as "the Company", agrees to interconnect with
, the "Customer" on whose behalf the "Application for Interconnection of Customer-
Owned Generation" (Gulf Power Company Form 12, Tariff Sheets 9.33-9.34) dated was
submitted, hereinafter referred to as the "QF" or "Distributed Resource", subject to the following provisions:
1. Facility
The QF's or Distributed Resource's generating facility, hereinafter referred to as "Facility", is located at
, within the Company's service territory. The QF or Distributed Resource
intends to have its Facility installed and operational on or about, The QF or
<u>Distributed Resource</u> shall provide the Company reasonable prior notice of the Facility's initial operation, and it shall
cooperate with the Company to arrange initial deliveries of power to the Company's system.
Unless the generator is classified as a Distributed Resources of 10 MVA or less, tThe Facility has been or
will be certified as a Qualifying Facility pursuant to the rules and regulations of the Florida Public Service
Commission (FPSC) or the Federal Energy Regulatory Commission (FERC). The QF shall maintain the qualifying
status of the Facility throughout the term of the interconnection and any associated contracts for either capacity or
energy or both.
2. <u>Construction Activities</u>
The QF or Distributed Resource shall provide the Company with written instructions to proceed with
construction of the interconnection facilities as described in this Agreement at least 24 months prior to the date or
which the facilities shall be completed. The Company agrees to complete the interconnection facilities as described
in this Agreement within 24 months of receipt of written instructions to proceed.
Upon the parties' agreement as to the appropriate interconnection design requirements, and receipt of
written instructions to proceed from the QF or Distributed Resource, the Company shall design and perform of
cause to be performed all of the work necessary to interconnect the Facility with the Company's system.

ISSUED BY: Susan N. StoryD. L. McCrary

October 15, 1991

Canceling First Revised Original Sheet No. 9.36

The QF or Distributed Resource agrees to pay the Company all expenses incurred by the Company to design, construct, operate, maintain and repair the interconnection facilities necessary for integration of the Facility into the Company's electrical system. Such interconnection costs shall not include any costs which the Company would otherwise incur if it were not engaged in interconnected operations with the QF or Distributed Resource but instead simply provided the electric power requirements of the Facility with electricity either generated by the Company or purchased from another source.

The QF <u>or Distributed Resource</u> agrees to pay the costs for complete interconnection work ( ) within 30 days after the Company notifies the QF <u>or Distributed Resource</u> that such interconnection work has been completed or ( ) payable in (up to 36) \_\_\_\_\_ monthly installments, plus interest on the outstanding balance calculated at the 30-day highest grade commercial paper rate in effect 30 days prior to the date each payment is due, with the first such installment payment being due 30 days after the Company notifies the QF <u>or Distributed Resource</u> that such interconnection work has been completed.

In the event the QF <u>or Distributed Resource</u> notifies the Company in writing to cease interconnection work before its completion, the QF shall be obligated to reimburse the Company in full for the interconnection costs incurred up to the date such notification is received.

### 3. <u>Cost Estimates</u>

Attached hereto as Exhibit A and incorporated herein by this reference, is a document entitled, "QF or Distributed Resource Interconnection Cost Estimates" prepared by the Company at the request of the QF or Distributed Resource pursuant the provisions of Rule 25-17.087(10) F.A.C. and the Company's Form 12 "Application for Interconnection of Customer-Owned Generation" (Retail Tariff Sheets 9.33-9.34.) The parties agree that the cost of the interconnection work contained in Exhibit A is a good faith estimate of the actual cost to be incurred.

#### 4. Technical Requirements and Operations

The parties agree that the QF's <u>or Distributed Resource's</u> interconnection with, and delivery of electricity into, the Company's system must be accomplished in accordance with the provisions in Rule 25-17.087(6)-(9) F.A.C., adopted by the FPSC in Order No. 23623, Docket No. 891049-EU. <u>For a Distributed Resource that is 10 MVA or less in size, the generator's interconnection with the Company's system must also be accomplished in</u>

accordance with the provisions of the IEEE Standard 1547 for Interconnecting Distributed Resources with Electric Power Systems that is in effect at the time of construction. Prior to initial synchronization with the Company's system, the QF or Distributed Resource must obtain written consent from the Company to operate electric generating equipment in parallel with the Company's electric system.

**ISSUED BY:** 

Susan N. Story D. L. McCrary

EFFECTIVE:

October 15, 1991

Canceling First Revised Original Sheet No. 9.37

The QF or Distributed Resource agrees to require that the Facility operator immediately notify the Company's System Dispatcher by telephone in the event hazardous or unsafe conditions associated with the parties' parallel operations are discovered. If such conditions are detected by the Company then the Company will likewise immediately contact the operator of the Facility by telephone. Each party agrees to immediately take whatever appropriate corrective action is necessary to correct the hazardous or unsafe conditions.

To the extent the Company reasonably determines the same to be necessary to ensure the safe operation of the Facility or to protect the integrity of the Company's system, the QF <u>or Distributed Resource</u> agrees to reduce power generation or take other appropriate actions.

5. <u>Interconnection Facilities</u>

The interconnection facilities shall include the items listed in Exhibit B, which is made an integral part of this Agreement.

Interconnection facilities on the Company's side of the ownership line with the QF or Distributed Resource shall be owned, operated, and maintained by the Company. The QF or Distributed Resource shall be responsible for the cost of designing, installing, operating and maintaining the interconnection facilities on the QF's or Distributed Resource's side of the ownership line as indicated in Exhibit C. The QF shall be responsible for establishing and maintaining controlled access by third parties to the interconnection facilities.

6. Operation and Maintenance Payments

The Company will separately invoice the QF or <u>Distributed Resource</u> monthly for all costs associated with the operation, and maintenance of the interconnection facilities. The QF or <u>Distributed Resource</u> agrees to pay the company within 20 days of receipt of each such invoice.

7. Site Access

In order to help ensure the continuous, safe, reliable and compatible operation of the Facility with the Company's system, the QF or Distributed Resource hereby grants to the Company for the period of interconnection the reasonable right of ingress and egress, consistent with the safe operation of the Facility, over property owned or controlled by the

QF or Distributed Resource to the extent the Company deems such ingress and egress necessary in order to examine, test, calibrate, coordinate, operate, or maintain or repair any interconnection equipment involved in the parallel operation of the Facility and the Company's system, including the Company's metering equipment.

### 8. Construction Responsibility

In no event shall any Company statement, representation, or lack thereof, either expressed or implied, relieve the QF or Distributed Resource of its exclusive responsibility for the Facility. Specifically, any Company inspection of the Facility shall not be construed neither as confirming or endorsing the Facility's design or its operation or maintenance procedures nor as a warranty or guarantee as to the safety, reliability, or durability of the Facility's equipment. The Company's inspection, acceptance, or its failure to inspect shall not be deemed an endorsement of any Facility equipment or procedure.

### 9. <u>Insurance</u>

The QF or Distributed Resource agrees to indemnify and save harmless the Company, its subsidiaries or affiliates, and their respective employees, officers, and directors, against any and all liability, loss, damage, cost or expense which the Company, its subsidiaries, affiliates, and their respective employees, officers, and directors may hereafter incur, suffer or be required to pay by reason of negligence on the part of the QF or Distributed Resource in performing its obligations pursuant to this Agreement or the QF's or Distributed Resources's failure to abide by the provision of this Agreement. The Company agrees to indemnify and save harmless the QF or Distributed Resource against any and all liability, loss, damage, cost or expense which the QF or Distributed Resource may hereafter incur, suffer or be required to pay by reason of negligence on the part of the Company in performing its obligation pursuant to this Agreement or the Company's failure to abide by the provisions of this Agreement. The QF or Distributed Resource agrees to include the Company as an additional named insured in any liability insurance policy or policies the QF or Distributed Resource obtains to protect the QF's or Distributed Resource's interests with respect to the QF's or Distributed Resource's indemnity and hold harmless assurances to parties contained in this Section.

ISSUED BY: Susan N. Story D. L. McCrary EFFECTIVE: October 15, 1991

The QF or Distributed Resource shall deliver to the Company at least fifteen days prior to the start of any interconnection work, a certificate of insurance certifying the QF's or Distributed Resource's coverage under a liability insurance policy issue by a reputable insurance company authorized to do business in the State of Florida, protecting and indemnifying the QF or Distributed Resource, and the Company as an additional named insured, their officers, employees, and representatives, against all liability and expense on account of claims and suits for injuries or damages to persons or property arising out of the interconnection to the QF or Distributed Resource, or caused by operation of any of the QF's or Distributed Resource's equipment or by the QF's or Distributed Resource's failure to maintain the Facility's equipment in satisfactory and safe operating conditions, or otherwise arising out of the performance by the QF or Distributed Resource of the duties and obligations arising under the terms and conditions of this Agreement.

The policy providing such coverage shall provide comprehensive general liability insurance, including property damage, with limits in an amount not less than \$1,000,000 for each occurrence. In addition, the above required policy shall be endorsed with a provision whereby the insurance company will notify the Company within thirty days prior to the effective date of cancellation or a material change in the policy. The QF or Distributed Resource shall pay all premiums and other charges required or due in order to maintain such coverage as required under this section in force during the entire period of interconnection with the Company.

#### 10. Electric Service to the QF or Distributed Resource

ISSUED BY:

The Company will provide the class or classes of electric service requested by the QF or Distributed Resource, to the extent that they are consistent with applicable tariffs, provided, however, that interruptible service will not be available under circumstances where interruptions would impair the QF's or Distributed Resource's ability to generate and deliver electricity to the Company.

# Section IX <u>First RevisedOriginal</u> Sheet No. 9.40 <u>Canceling Original Sheet No. 9.40</u>

### **GULF POWER COMPANY**

ISSUED BY:

11.	Notification	
	For purpose of making emergency or a	ny communications relating to the operation of the Facility, under the
provis	sions of this Agreement, the parties design	nate the following people for notification:
	For Gulf:	
		Phone:
	For OF or Distributed December	
	For QF <u>or Distributed Resource</u> :	
		Phone:
INI 34.	ITNESS WHEDEOE The OF an Diet I'm I	+ Resource and the Company executed this Agreement this
		d Resource and the Company executed this Agreement this
uay c	of	
۸٠٠۰	<b>-</b> 9T∙	GULF POWER COMPANY
ATTEST:		GOLI FOVVLIT GOIVIFAIVI
		Bv:
	Secretary	By: Vice President
		Date:
ATTI	EST:	QF <u>or Distributed Resource</u>
		Ву:
IA/II	ness as to QF or Distributed Resource	Title:Official Capacity
vvien	iess as to WE of Distributed Desource	Omola: Oapacity
		Date:
Witn	ness as to QF <u>or Distributed Resource</u>	

Susan N. StoryD. L. McGrary EFFECTIVE: October 15, 1991