



Distributed Energy Resources Insurance Requirements

In accordance with the Colorado Public Utilities Commission Rules, an interconnecting energy system, known as a Qualifying Facility (QF) operating in parallel with a utility in Colorado must always maintain in effect comprehensive bodily injury and property damage insurance coverage. This insurance is to protect the public and the utility from damage attributable to a QF.

Each small power producer or storage facility, at its own expense, shall secure and maintain in effect while interconnected, **personal or commercial liability insurance** with a combined single limit for bodily injury and property damage of as listed below, based on the nameplate capacity of the entire system including both generation and storage, for each occurrence. Insurance coverage for systems greater than 1 MW shall be determined on a case-by-case basis by Holy Cross and shall reflect the size of the installation and the potential for system damage.

System Size	Insurance Requirement
0-10 kW	\$300,000
10-500 kW	\$1,000,000
500-1,000 kW	\$2,000,000
>1,000 kW	Case by case basis

Except for QFs installed on a residential premise which have a combined design capacity of 25 kW or less, Holy Cross shall be named as an additional insured party by endorsement to the insurance policy and the policy shall provide that written notice be given to Holy Cross at least thirty (30) days prior to any cancellation or reduction of any coverage. Such liability insurance shall provide, by endorsement to the policy, that Holy Cross shall not by reason of its inclusion as an additional insured incur liability to the insurance carrier for the payment of premium of such insurance. For all QFs, the liability insurance shall not exclude coverage for any incident related to the subject generator or its operation.



Certificates of Insurance evidencing the requisite coverage and provision(s) shall be furnished to Holy Cross prior to the date of interconnection of the generator. Holy Cross shall be permitted to periodically obtain proof of current insurance coverage from the generating consumer to verify proper liability insurance coverage. The QF will not be allowed to commence or continue interconnection operations unless evidence is provided that satisfactory insurance coverage is always in effect.