

**SIoux VALLEY-SOUTHWESTERN ELECTRIC COOPERATIVE, INC.
COLMAN, SOUTH DAKOTA**

SCHEDULE REC

RENEWABLE ENERGY CREDIT RATE

The purpose of this rate is to implement a rate for members to purchase Renewable Energy Certificates (RECs) and establish the qualification criteria and rate for the sale of RECs. RECS represent the property rights to the environment, social, and other nonpower qualities of renewable electricity generation (source EPA).

- A. Eligibility: All Sioux Valley Energy customers are eligible for purchasing RECs.
1. Basin Electric will provide certificate(s), identifying the purchased RECs representing the generation of electrical energy from renewable resources to the nation's electrical grid from which the customer's draw their power. Such delivery to the electrical grid shall constitute delivery for the purposes of the RECs.
 2. All RECs purchased under this rate shall include the environmental attributes associated with the environmental character of the generation and the Customer shall receive ownership of those attributes.
 3. Exhibit 1 must be completed and executed for each REC purchase.
- B. Availability: This rate shall be available to each customer until discontinued by Sioux Valley Energy.
- C. Rate:
- Participation Level = 100% @ \$0.0010 per kWh used
Participation Level = 75% @ \$0.00075 per kWh used
Participation Level = 50% @ \$0.0005 per kWh used
Participation Level = 25% @ \$0.00025 per kWh used
- \$1.00 per REC and shall represent the equivalent of 1 MWh of green energy attributes.
- D. Billing: Customers will be billed monthly based on kWh used.
- F. Review: This Rate shall be reviewed at least annually.

Effective: May 2017

EXHIBIT I

Sioux Valley Energy

Renewable Energy Credit Certificate Purchase

_____ (name of customer) hereby requests qualification of the following purchase for the Renewable Energy Credit Rate in effect on the date of qualification and agrees to each of the conditions in the Rate:

Name of Owner and Address of the Renewable Energy Credit Purchaser:

Account(s) Number:

Participation Level Selection:

- 100% Participation = \$0.0010 per kWh used
- 75% Participation = \$0.00075 per kWh used
- 50% Participation = \$0.0005 per kWh used
- 25% Participation = \$0.00025 per kWh used

Beginning Date: _____

The purchase of RECs will be added to your total kWh monthly usage. This agreement will continue until Sioux Valley Energy receives notice of cancellation.

Rate is subject to change on an annual basis based on market conditions.

Signature

Date

Title