

Pella Cooperative Electric

Your Touchstone Energy® Cooperative
The power of human connections



June 18, 2015

Mike Lubberden

Pella, IA 50219

To Whom It May Concern:

Notice of change in facility charge for distributed generation

Pella Cooperative Electric has recently completed a rate study in which all rate classifications are reviewed with rates adjusted if necessary. This process is done periodically with the objective being that each account classification is financially solvent and does not subsidize another.

In this study it was found that the facility charge for accounts that have distributed generation was not sufficient and did not fully cover the cost of providing service to these accounts.

As a result at a recent board meeting, the board of directors of the Pella Cooperative Electric voted to approve the following tariff change in regards to monthly facility charges for partial power requirement qualified facilities (QF) interconnections:

Partial Power Requirement Qualified Facilities Interconnections

All interconnected QF's with a kilowatt capacity, up to and including 25 Kw, will be charged a monthly facility charge of \$85.00. Additional capacity requirements for the interconnection of QF will be charged at the actual cost of the capacity upgrade necessary to accommodate the nameplate capacity of the interconnected QF.

All costs previously identified in Section 25.31 Acceptable Standards shall remain the responsibility of the QF.

QF applications that have been submitted, approved by the Cooperative, installed and operational prior to August 15, 2015 shall be exempt from the Facility Charge for Partial Requirement QF's until August 31, 2020; after which the QF will be responsible for the Facility Charge for Partial Requirement QFs on a monthly basis.

All QFs installed after August 15, 2015 and not exempted by the criteria specified above, shall be subject to the Facility Charge for Partial Power Requirement QF's upon interconnections and installation of the QF.

Issued: June 1, 2015

Proposed Effective: August 15, 2015

Issued By: John R. Smith Title: CEO

Effective: August 15, 2015

If you have questions, please feel free to contact me at 641-628-1040.

Cordially,

Stan Eysink
Member Relations Manager

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