

VERENDRYE ELECTRIC COOPERATIVE MEMBER RATES & SERVICES

SCHEDULE "P-G" PARALLEL GENERATION RATE

Availability:

Available to all members where the member has qualified small power production or cogeneration facilities connected in parallel with the cooperative's facilities. Service is subject to the established rules and regulations of the cooperative.

Type of Service:

Alternating current, 60 hertz, at available voltages. Member owned generating characteristics and operations are subject to the cooperative's rules and regulations.

Conditions of Service:

1. The customer-owner shall complete an "Application for Operation of Customer-Owned Generation".
2. A qualified facility will be required to execute an "Interconnection Agreement" for Renewable energy and Alternative Technology Distributed Generation Recourses.
3. All interconnection equipment and technical design requirements are subject to VEC approval.
4. All interconnection equipment, VEC system capacity upgrades or revamps and any required metering equipment shall be billed to the customer-owner of the facility.

Monthly Rate:

Sales to the Member (Payment to the Cooperative)

The rate for sales to the member shall be in accordance with the rate schedule applicable to the class of service provided.

Member Sales to the Cooperative (Payment to the Member)

Facilities less than 150 KW:

\$.035 per kwh

Facilities greater than 150 kw:

Rates & conditions of service are set by VEC's power supplier

Terms of Payment:

Payment of the fixed charge and for sales to the member will be in accordance with the rate schedule applicable to the class of service provided. Payment to the member for sales to the cooperative will be made separately within fifteen days after the closing of each month. The cooperative will retain ownership of the "green tags" associated with qualified small power production or cogeneration facilities utilizing this rate.

REVISED AND APPROVED: August 2007

EFFECTIVE: October 1, 2007