

Grand Electric Cooperative, Inc.

801 Coleman Ave. P. O. Box 39 Bison, SD 57620

Ms. Patricia Van Gerpen, Executive Director South Dakota Public Utilities Commission 500 East Capitol Pierre, SD 57504-5070

RE: Small Renewable Power Rate

Dear Ms. Van Gerpen:

For a qualifying customer-owned small renewable power facility, Grand Electric would generally pay the avoided cost, subject to certain adjustments, as calculated by Basin electric Power Cooperative for SPP systems. Those rates as are follows:

| Year | Rate \$.0168/kWh with a \$24/kw-season for summer season (May- |
|------|---|
| 2010 | October) |
| 2011 | \$.0173/kWh |
| 2012 | \$.0202/kWh |
| 2013 | \$.0216/kWh |
| 2014 | \$.0216/kWh |
| 2015 | \$.0224/kWh |
| 2016 | \$.023/kWh |
| 2017 | \$.023/kWh in SPP |
| 2018 | \$.0225/kWh OR the Real Time Hourly Price in SPP |
| 2019 | \$.0226/kWh OR the Real Time Hourly Price in SPP |
| | |

This is the minimum amount that would have been paid to small renewable sources for the historic period requested. Interested individuals should contact their local electric cooperative for more information. All rates are subject to change.

Please do not hesitate to contact me if you have any questions.

Sincerely,

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Colle Nash, Gen. Mgr.

