



Fergus Falls, Minnesota

MY RENEWABLE ENERGY CREDITS RIDER
(Commonly identified as My RECs)

DESCRIPTION	RATE CODE
50 % My RECs Option	M723
75 % My RECs Option	M725
100 % My RECs Option	M727

RULES AND REGULATIONS: Terms and conditions of this electric rate schedule and the General Rules and Regulations govern use of this rider.

AVAILABILITY: This rider is available on a voluntary basis and is applicable to both Single and Three-phase nonresidential Customers with a measured Demand of at least 20 kW at the time of enrollment. This rider is open to eligible customers on a first-come first-served basis until participation reaches the applicable annual participation cap of 600,000 MWh (equivalent of 600,000 RECs). Refer to Section 14.00 for the Voluntary Riders – Availability Matrix.

RATE:

CUSTOMER CHARGE	
Customer Charge per Month:	\$1.28

ENERGY CHARGE		
Energy Charge All Consumption per kWh:		
50 % My RECs Option	0.08021	¢/kWh
75 % My RECs Option	0.12031	¢/kWh
100 % My RECs Option	0.16042	¢/kWh

MANDATORY AND VOLUNTARY RIDERS: The amount of a bill for service will be modified by any Mandatory Rate Riders that must apply and by any Voluntary Rate Riders selected by the Customer, unless otherwise noted in this rider. See Sections 12.00, 13.00 and 14.00 of the Minnesota electric rates for the matrices of riders.



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TERMS AND CONDITIONS:

- 1. Service under this schedule shall be for a period not less than 12 consecutive months, automatically renewed annually. After the first full year of service, Customers may cancel service under this schedule by providing oral or written notice to the Company of their intent to no longer take service no less than 30 days prior to the Customer’s normal monthly billing date. N
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- 2. The schedule is unavailable to Customers where the Customer: 1) has received one or more disconnect notices within the last twelve months or 2) has been disconnected within the last twelve months. N
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- 3. If the participating Customer misses two consecutive payments or is disconnected for non-payment, the Customer will be removed from this program. N
N
- 4. Customers will have the option to participate at levels equal to 50 percent, 75 percent, or 100 percent of their usage at a per kWh charge. The per kWh charge is based on the currently approved Small Power Producer rate for RECs, plus administrative costs included for processing and retiring of the RECs. N
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- 5. This rider pricing and program participation capacity limit will be updated annually following the annual REC updates. The price and/or program participation capacity limit may increase or decrease. N
N
N
- 6. Otter Tail will retire RECs on behalf of subscribers based on their annual kWh usage and level of participation. N
N

DEFINITIONS:

Renewable Energy Credits (REC): Tradable, non-tangible Energy commodities in the United States that represent proof that 1 Megawatt-hour (MWh) of electricity was generated from an eligible renewable energy resource (renewable electricity). N
N
N



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REC Retirement: The retirement of a REC means that the REC has been used by the owner; it can no longer be sold. By participating in the program, a customer can offset emissions associated with electricity purchased and imported from the grid. The emissions a customer can offset is calculated by the customer’s annual kWh usage, multiplied by the selected participation percentage. RECs equal to the customer’s kWh usage, multiplied by the selected participation percentage, will be retired by the Company on the customer’s behalf annually. This may be or include a fractional portion of a REC. The Midwest Renewable Energy Tracking System, Inc. (MRETS) tracking system ensures that RECs are only “retired” once.

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