

Rider EDR LGS - Large General Service Economic Development Rider

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AVAILABILITY

In order to participate in this Rider, customers must be taking service under an Eligible Rate Schedule, and must be retail customers with new electrical loads that: (1) are anticipated by GRDA to have a monthly Capacity Billing Demand of greater than or equal to 1,000 kW; and (2) have executed a Power Purchase and Sale Agreement for permanent retail service from GRDA; and (3) will involve meaningful job creation; and (4) will not require GRDA to incur any undue financial risk or materially unbalance its portfolio, as determined by GRDA.

For the purposes of this Rider, each of the following are Eligible Rate Schedules:

- 1. Schedule LGS; and
- 2. Schedule LGS-TOU

PURPOSE

The purpose of this Rider is to provide an economic incentive for retail load growth.

DEFINITION OF NEW LOAD

For the purposes of this Rider, a new load must: (1) first receive qualifying service under this Rider on or after March 14, 2019; and (2) not have GRDA facilities specifically constructed to serve the specific load prior to March 14, 2019; and (3) not have contracted or planned with GRDA to serve the specific load prior to March 14, 2019.

This Rider is not available to a new load which results from a change in ownership of an existing facility that is currently being served by GRDA, unless the change in ownership results in at least 1,000 kW of additional Capacity Billing Demand. Likewise, this Rider is not available to an existing GRDA customer that shifts existing load served by GRDA to a new facility, unless the change results in at least 1,000 kW of additional Capacity Billing Demand.

NECESSARY QUALIFICATIONS AND PROCEDURES

Before qualifying for a credit under this Rider, a customer must: (1) apply to GRDA for a credit under the Rider; and (2) demonstrate that the customer is eligible for the Rider; and (2) execute a Service Agreement with GRDA describing the terms of use for the Rider, in a manner and form acceptable to GRDA. All service must occur in accordance with GRDA's Terms and Conditions of Service for Industrial or Commercial Electric Customers, and in accordance with the terms of any other agreement between GRDA and such customers.



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This Rider may be terminated at any time. Provided, if GRDA approves and qualifies a customer to receive credit for a specific load pursuant to this Rider, and the parties execute a Service Agreement regarding such credit, the Customer shall continue to receive the credit for that specific load for the duration of the term defined in the Service Agreement. Provided, to the extent permissible under applicable law, if Customer terminates or is otherwise in default of its power contract with GRDA, the Customer shall be ineligible for service under this Rider.

GRDA shall determine, in GRDA's sole discretion and to GRDA's satisfaction, whether this Rider is available to any particular customer.

CAPACITY BILLING DEMAND CREDIT

The Capacity Billing Demand credit will not begin until the customer's actual monthly Capacity Billing Demand is greater than or equal to 1,000 kW per month.

If, in any month during the effective period of this Rider, an eligible load reaches a monthly metered demand of 1,000 kW during a billing month, the load will receive a credit of \$1.50 for each kW of Capacity Billing Demand that is billed on the customer's monthly invoice. For any month in which customer's monthly metered demand is less than 1,000 kW, customer will not receive this credit.

<u>Example 1</u>: An eligible customer has a monthly metered demand of 2,500 kW in an applicable month. The customer's Capacity Billing Demand is 2,500 kW and the customer would receive a Capacity Billing Demand credit for the applicable month in the amount of 3,750.

<u>Example 2</u>: An eligible customer has a monthly metered demand of 500 kW in the applicable month, despite having a monthly metered demand and Capacity Billing Demand of 2,500 kW in the previous month. The customer would not receive a Capacity Billing Demand credit for the applicable month.

SPECIAL RATE ADJUSTMENT

If GRDA determines that, for an eligible load under this Rider: (1) another utility is competing to serve the new load; and (2) the competing utility has proposed a rate that is anticipated by GRDA to result in a lower average cost per kWh relative to the GRDA rates as adjusted by the Capacity Billing Demand credit described in this Rider; and (3) the eligible load has indicated to GRDA that it will select the competing utility to serve the load unless GRDA provides a lower rate; and (4) GRDA determines that it would be more beneficial to GRDA's overall cost recovery to offer reduced rates than to lose the opportunity to serve the new load:



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GRDA may increase the Capacity Billing Demand credit, subject to the following limitations:

- 1. The minimum Capacity Billing Demand price must be greater than GRDA's marginal capacity costs to serve the load; and
- 2. The maximum Capacity Billing Demand price must be less than or equal to the LGS rate Schedule.

Provided, any such Capacity Billing Demand credit must be documented in, and provided subject to any limitations included within, an executed Service Agreement.

CHANGES TO RIDER:

The terms and charges in this Rider, or any portion thereof, may be changed by GRDA from time to time.