

**FLORESVILLE ELECTRIC LIGHT AND POWER SYSTEM
FLORESVILLE, TEXAS**

**RESIDENTIAL SERVICE
ELECTRIC TARIFF**

APPLICATION

This Rate is applicable to electric service for residential and non-commercial purposes, to any customer whose entire residential and non-commercial requirements on the premises are supplied under this Rate at one point of delivery through one meter.

When a portion of a residence or household unit served through one meter is used for non-residential purposes, this Rate is not applicable. However, if the wiring is arranged such that the services for residential purposes and for non-residential purposes are separately metered, this Rate is applicable to the service supplied for residential purposes. This Rate is not applicable to additional single phase meters where a Texas Agricultural Exemption has been granted.

This Rate is not applicable to service for hotels, rooming houses, boarding houses, dormitories, or to premises used for other than residential purposes.

This Rate is not applicable when more than four residential units are served through one meter.

CHARACTER OF SERVICE

Character of Service is set as defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

MONTHLY BILL

The total invoice shall be the sum of the Distribution Charge and Generation & Transmission (PCRF) Charge multiplied by the total kilowatt hours (kWh) metered during the billing cycle, plus the monthly service charge.

Monthly Service Charge: \$15.00
Distribution Charge: \$0.0237

When more than one single-family residence or household unit is served through one meter, the monthly service charge will be multiplied by the number of residences or household units served through the single meter.

MINIMUM BILL

The minimum monthly bill under this rate shall be the Monthly Service Charge.

GENERATION & TRANSMISSION CHARGE

The Generation & Transmission Charge is set as defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

LATE PAYMENT CHARGE

Floresville Electric Light and Power System shall determine the Late Payment Charge, the cutoff date, and requirements for system reconnect following disconnection from the system as determined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

BURNED VETERAN'S DISCOUNT

Floresville Electric Light and Power System may apply a discount to a burned military veteran's invoice during the months from April through October. This discount shall be the lesser value of either the monthly invoice or \$90.00. To be eligible for the discount, a customer must meet the following requirements:

- (a) Applicant is a military veteran who has significantly decreased ability to regulate his or her body's core temperature because of severe burns received during armed conflict or in combat.
- (b) Applicant shall provide confirmation from a military medical facility (such as San Antonio Military Medical Center (SAMMC)) indicating applicant has met the above criteria. Medical confirmation will be necessary every 12 months to continue program participation.
- (c) Only the applicant's primary residence that he or she currently occupies is eligible for the discount. The discount will apply even if the veteran is not the customer of record.
- (d) Applicant will be eligible for other rate discounts, but only one discount at a time will be applied to the bill.

DISTRIBUTED GENERATION

Requirements, conditions, and tariffs associated with Distributed Generation are set forth in Appendix B to the Floresville Electric Light and Power System Electric Service Tariffs.

TERMS AND CONDITIONS

Service is subject to the Terms and Conditions of the Floresville Electric Light and Power System that are incorporated herein by this reference.

CURTAILMENT

Rights to curtail customer load are defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

**FLORESVILLE ELECTRIC LIGHT AND POWER SYSTEM
FLORESVILLE, TEXAS**

**SMALL COMMERCIAL
ELECTRIC TARIFF**

APPLICATION

This Rate is applicable to electric services to any customer, to which no other specific rate schedule applies, whose entire requirements on the premises are supplied at one point of delivery through one meter and did not meet or exceed 25 kW in any interval twice within either the current or previous 11 billing cycles.

This Rate is not applicable to emergency, resale, or shared service.

CHARACTER OF SERVICE

Character of Service is set as defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

MONTHLY BILL

The total invoice shall be the sum of the Distribution Charge and Generation & Transmission Charge (PCRF), multiplied by the total kilowatt hours (kWh) metered during the billing cycle, plus the monthly service charge.

Monthly Service Charge: \$30.00
Distribution Charge: \$0.0442

MINIMUM BILL

The minimum monthly bill under this rate shall be the Monthly Service Charge.

GENERATION & TRANSMISSION CHARGE

The Generation & Transmission Charge is set as defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

LATE PAYMENT CHARGE

Floresville Electric Light and Power System shall determine the Late Payment Charge, the cutoff date, and requirements for system reconnect following disconnection from the system as determined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

DISTRIBUTED GENERATION

Requirements, conditions, and tariffs associated with Distributed Generation are set forth in Appendix B to the Floresville Electric Light and Power System Electric Service Tariffs.

TERMS AND CONDITIONS

Service is subject to the Terms and Conditions of the Floresville Electric Light and Power System that are incorporated herein by this reference.

CURTAILMENT

Rights to curtail customer load are defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

**FLORESVILLE ELECTRIC LIGHT AND POWER SYSTEM
FLORESVILLE, TEXAS**

**MEDIUM COMMERCIAL
ELECTRIC TARIFF**

APPLICATION

This Rate is applicable to electric service to any customer, for which no specific Rate is provided, whose entire requirements on the premises are supplied at one point of delivery through one meter and has been metered at or above 25 kW but not met or exceeded 100 kW twice within the current or previous 11 billing cycles.

This Rate is not applicable to emergency, temporary, resale or shared service.

CHARACTER OF SERVICE

Character of Service is set as defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

MONTHLY BILL

The total invoice shall be the sum of the Distribution Charge and Generation & Transmission Charge (PCRF), multiplied by the total kilowatt hours (kWh) metered during the billing cycle, plus the monthly service charge, plus the demand charge multiplied by the applicable billing demand.

Monthly Service Charge:	\$60.00
Distribution Charge:	\$0.0223
Demand Charge:	\$2.50

MINIMUM BILL

The minimum monthly bill under this rate shall be the Monthly Service Charge plus the Demand Charge multiplied by applicable billing demand.

GENERATION & TRANSMISSION CHARGE

The Generation & Transmission Charge is set as defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

BILLING DEMAND

The kW billing demand under this rate will be greatest of the following:

- (a) The highest 15-minute recording of a demand meter at the customer's premises during the current billing cycle

- (b) 65% of the highest 15-minute recording of a demand meter at the customer's premises within the previous 11 billing cycles

LATE PAYMENT CHARGE

Floresville Electric Light and Power System shall determine the Late Payment Charge, the cutoff date, and requirements for system reconnect following disconnection from the system as determined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

DISTRIBUTED GENERATION

Requirements, conditions, and tariffs associated with Distributed Generation are set forth in Appendix B to the Floresville Electric Light and Power System Electric Service Tariffs.

TERM OF SERVICE

The Term of Service is set forth in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

TERMS AND CONDITIONS

Service is subject to the Terms and Conditions of the Floresville Electric Light and Power System that are incorporated herein by this reference.

CURTAILMENT

Rights to curtail customer load are defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

**FLORESVILLE ELECTRIC LIGHT AND POWER SYSTEM
FLORESVILLE, TEXAS**

**LARGE COMMERCIAL
ELECTRIC TARIFF**

APPLICATION

This Rate is applicable to electric service to any customer, for which no specific Rate is provided, whose entire requirements on the premises are supplied at one point of delivery through one meter and has been metered at or above 100 kW but not met or exceeded 500 kW twice within the current or previous 11 billing cycles.

This Rate is not applicable to emergency, temporary, resale or shared service.

CHARACTER OF SERVICE

Character of Service is set as defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

MONTHLY BILL

The total invoice shall be the sum of the Distribution Charge and Generation & Transmission Charge (PCRF), multiplied by the total kilowatt hours (kWh) metered during the billing cycle, plus the monthly service charge, plus the demand charge multiplied by the applicable billing demand.

Monthly Service Charge:	\$100.00
Distribution Charge:	\$0.0205
Demand Charge:	\$3.00

MINIMUM BILL

The minimum monthly bill under this rate shall be the Monthly Service Charge plus the Demand Charge multiplied by applicable billing demand.

GENERATION & TRANSMISSION CHARGE

The Generation & Transmission Charge is set as defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

BILLING DEMAND

The kW billing demand under this rate will be greatest of the following:

- (a) The highest 15-minute recording of a demand meter at the customer's premises during the current billing cycle

- (b) 65% of the highest 15-minute recording of a demand meter at the customer's premises within the previous 11 billing cycles

LATE PAYMENT CHARGE

Floresville Electric Light and Power System shall determine the Late Payment Charge, the cutoff date, and requirements for system reconnect following disconnection from the system as determined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

DISTRIBUTED GENERATION

Requirements, conditions, and tariffs associated with Distributed Generation are set forth in Appendix B to the Floresville Electric Light and Power System Electric Service Tariffs.

TERMS AND CONDITIONS

Service is subject to the Terms and Conditions of the Floresville Electric Light and Power System that are incorporated herein by this reference.

CURTAILMENT

Rights to curtail customer load are defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

**FLORESVILLE ELECTRIC LIGHT AND POWER SYSTEM
FLORESVILLE, TEXAS**

**INDUSTRIAL
ELECTRIC TARIFF**

APPLICATION

This Rate is applicable to electric service to any customer, for which no specific Rate is provided, whose entire requirements on the premises are supplied at one point of delivery through one meter and has been metered at or above 500 kW twice within the current or previous 11 billing cycles.

This Rate is not applicable to emergency, temporary, resale or shared service.

CHARACTER OF SERVICE

Character of Service is set as defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

MONTHLY BILL

The total invoice shall be the sum of the Distribution Charge and Generation & Transmission Charge (PCRF), multiplied by the total kilowatt hours (kWh) metered during the billing cycle, plus the monthly service charge, plus the demand charge multiplied by the applicable billing demand.

Monthly Service Charge:	\$1000.00
Distribution Charge:	\$0.0108
Demand Charge:	\$5.00

MINIMUM BILL

The minimum monthly bill under this rate shall be the Monthly Service Charge plus the Demand Charge multiplied by applicable billing demand.

GENERATION & TRANSMISSION CHARGE

The Generation & Transmission Charge is set as defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

BILLING DEMAND

The kW billing demand under this rate will be greatest of the following:

- (a) The highest 15-minute recording of a demand meter at the customer's premises during the current billing cycle

- (b) 80% of the highest 15-minute recording of a demand meter at the customer's premises within the previous 11 billing cycles

CONTRACT RATE

At the discretion of Floresville Electric Light and Power System, a customer who has either exceeded 1,000 kW demand for three consecutive billing cycles or is expected to exceed 1,000 kW in excess of six billing cycles within 12 consecutive billing cycles, as determined by a professional engineer employed either by Floresville Electric Light and Power System or its consultant, may be offered the opportunity to be placed on a contract tariff. This tariff is to be negotiated by the Floresville Electric Light and Power System General Manager or an authorized designee by the General Manager and an authorized representative of the customer. Both the Floresville Electric Light and Power System Board of Trustees and the City of Floresville City Council shall approve such a tariff prior to taking effect.

LATE PAYMENT CHARGE

Floresville Electric Light and Power System shall determine the Late Payment Charge, the cutoff date, and requirements for system reconnect following disconnection from the system as determined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

DISTRIBUTED GENERATION

Requirements, conditions, and tariffs associated with Distributed Generation are set forth in Appendix B to the Floresville Electric Light and Power System Electric Service Tariffs.

TERM OF SERVICE

The Term of Service is set forth in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

TERMS AND CONDITIONS

Service is subject to the Terms and Conditions of the Floresville Electric Light and Power System that are incorporated herein by this reference.

CURTAILMENT

Rights to curtail customer load are defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

**FLORESVILLE ELECTRIC LIGHT AND POWER SYSTEM
FLORESVILLE, TEXAS**

**OUTDOOR RECREATIONAL LIGHTING
ELECTRIC TARIFF**

APPLICATION

This rate is applicable to electric service to any customer whose entire requirements on the premises are supplied at one point of delivery through one meter used primarily for the lighting of outdoor recreational areas.

CHARACTER OF SERVICE

Character of Service is set as defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

MONTHLY BILL

The total invoice shall be the sum of the Distribution Charge and Generation & Transmission Charge (PCRF), multiplied by the total kilowatt hours (kWh) metered during the billing cycle, plus the monthly service charge.

Monthly Service Charge:	\$30.00
Distribution Charge:	\$0.1227

MINIMUM BILL

The minimum monthly bill under this rate shall be the Monthly Service Charge.

GENERATION & TRANSMISSION CHARGE

The Generation & Transmission Charge is set as defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

LATE PAYMENT CHARGE

Floresville Electric Light and Power System shall determine the Late Payment Charge, the cutoff date, and requirements for system reconnect following disconnection from the system as determined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

TERMS AND CONDITIONS

Service is subject to the Terms and Conditions of the Floresville Electric Light and Power System that are incorporated herein by this reference.

CURTAILMENT

Rights to curtail customer load are defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

**FLORESVILLE ELECTRIC LIGHT AND POWER SYSTEM
FLORESVILLE, TEXAS**

**SECURITY LIGHTING SERVICES
ELECTRIC TARIFF**

APPLICATION

These rates apply to customers who require electric lighting services on non-System Owner City thoroughfares and properties.

CHARACTER OF SERVICE

Character of Service is set as defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

TYPES OF SERVICE

Floresville Electric Light and Power System will offer the follow types of security lighting to customers:

Nominal Lamp Size (Lumens)	Lamp Rating (Watts)	Lamp Type
5,600	100*	Light Emitting Diode (LED)
8,500	250*	Light Emitting Diode (LED) (Flood Light Only)
13,700	400*	Light Emitting Diode (LED) (Flood Light Only)

*Equivalent LED Lamp Wattage

This list is not exclusive and other lamps may be offered to Floresville Electric Light and Power System customers at the discretion of the utility.

MONTHLY BILL

The total invoice shall be Generation & Transmission Charge (PCRF), multiplied by the total kilowatt hours (kWh) estimated during the billing cycle, plus the monthly service charge.

Less than 200 Watt or 7,000 Lumen (LED) Bulb:	\$ 7.25
200 – 250 Watt or 7,000 – 13,000 Lumen (LED) Bulb:	\$ 7.75
Greater than or equal to 400 Watt or 13,000 Lumens (LED) Bulb:	\$10.50

MINIMUM BILL

The minimum monthly bill under this rate shall be the Monthly Service Charge.

GENERATION & TRANSMISSION CHARGE

The Generation & Transmission Charge is set as defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

LATE PAYMENT CHARGE

Floresville Electric Light and Power System shall determine the Late Payment Charge, the cutoff date, and requirements for system reconnect following disconnection from the system as determined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

TERMS AND CONDITIONS

Service is subject to the Terms and Conditions of the Floresville Electric Light and Power System that are incorporated herein by this reference.

CURTAILMENT

Rights to curtail customer load are defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

**FLORESVILLE ELECTRIC LIGHT AND POWER SYSTEM
FLORESVILLE, TEXAS**

**CITY LIGHTING SERVICES
ELECTRIC TARIFF**

APPLICATION

These rates apply to the Floresville Electric Light and Power System Owner Cities' facilities that require electric lighting services on public thoroughfares and outdoor property and do not qualify for any other rate class.

CHARACTER OF SERVICE

Character of Service is set as defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

TYPES OF SERVICE

Floresville Electric Light and Power System will offer the follow types of lighting to qualifying facilities of the Owner Cities:

Nominal Lamp Size (Lumens)	Lamp Rating (Watts)	Lamp Type
5,600	100*	Light Emitting Diode (LED)
8,500	250*	Light Emitting Diode (LED)
13,700	400*	Light Emitting Diode (LED) (Flood light only)

*Equivalent LED Lamp Wattage

This list is not exclusive and other lamps may be offered to Floresville Electric Light and Power System customers at the discretion of the utility.

MONTHLY BILL

The total invoice shall be Generation & Transmission Charge (PCRF), multiplied by the total kilowatt hours (kWh) estimated during the billing cycle, plus the monthly service charge.

Less than 200 Watt or 7,000 Lumen (LED) Bulb:	\$5.75
200 – 250 Watt or 7,000 – 13,000 Lumen (LED) Bulb:	\$7.75
Greater than or equal to 400 Watt or 13,000 Lumens (LED) Bulb:	\$8.75

MINIMUM BILL

The minimum monthly bill under this rate shall be the Monthly Service Charge.

GENERATION & TRANSMISSION CHARGE

The Generation & Transmission Charge is set as defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

LATE PAYMENT CHARGE

Floresville Electric Light and Power System shall determine the Late Payment Charge, the cutoff date, and requirements for system reconnect following disconnection from the system as determined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

TERMS AND CONDITIONS

Service is subject to the Terms and Conditions of the Floresville Electric Light and Power System that are incorporated herein by this reference.

CURTAILMENT

Rights to curtail customer load are defined in Appendix A to the Floresville Electric Light and Power System Electric Service Tariffs.

**FLORESVILLE ELECTRIC LIGHT AND POWER SYSTEM
FLORESVILLE, TEXAS**

**APPENDIX A
COMMON RATE TARIFF DEFINITIONS**

CHARACTER OF SERVICE

Residential, Small Commercial, and Outdoor Recreational Lighting Customers:

A.C., 60 cycles per second, single-phase, 120/240 or 240/480 volts; three-phase, 120/240, 120/208, 240/480 or 277/480 volts, as available at point of service. Three-phase customers served via underground primary to pad-mounted transformers are offered only 120/208 or 277/480 volt service.

Medium Commercial, Large Commercial, and Industrial Customers:

A.C., 60 cycles per second, single-phase, 120/240 or 240/480, volts; three-phase, 120/240, 120/208, 240/480, 277/480, or 7620/14.4 volts, as available at point of service. Three-phase customers served via underground primary to pad-mounted transformers are offered only 120/208 or 277/480 volt service.

GENERATION & TRANSMISSION CHARGE

The purpose of this schedule is to accurately recover from Floresville Electric Light and Power System customers the cost of totally delivered wholesale power purchases. Wholesale power purchases shall include but are not limited to transmission charges, ERCOT and other regulatory fees, delivery charges, and any other market fee assessed to Floresville Electric Light and Power System. All wholesale power cost incurred by the Floresville Electric Light and Power System shall be billed by the Floresville Electric Light and Power System on its monthly bills as a power cost adjustment, determined in accordance with the provisions set forth below. At regular intervals, the Floresville Electric Light and Power System will compare the total amount of power cost adjustment which should be recovered to the actual power cost adjustment revenues received in the immediately previous Floresville Electric Light and Power System billing period.

The Generation and Transmission Charge is in addition to the base rate charges and each customer's monthly bill shall be increased by an amount equal to the total power cost incurred in providing service. The applicable per kilowatt-hour Generation and Transmission Charge shall be computed according to the following formula:

$$GT_o = \frac{P_{co} + PCCF_o}{S_o}$$

GT_o = Applied Generation and Transmission Charge on a \$/kWh basis.

P_{co} = Estimated monthly cost of power, including fuel expense, transmission charges, and ancillary charges of all customers.

$PCCF_0$ = Power Cost Correction Factor which is applied to compensate for the prior period's over or under collection of power costs due to the variance between actual power costs including fuel and revenues received from application of the Power Cost Recovery Factor.

S_0 = Energy (kWh) estimated to be sold to consumers.

LATE PAYMENT CHARGE

Floresville Electric Light and Power System utility bills are due for payment by the date listed on the utility bill or as adjusted by the Floresville Electric Light and Power System Terms and Conditions. A late payment charge will be levied if payment is not made by the Due Date stated on the bill.

The amount of the Late Payment Charge will be the greater of the following amounts:

Residential Customers:

- 1) 10% of the monthly bill OR
- 2) \$10.00 minimum processing charge.

Small Commercial Customers:

- 1) 10% of the monthly bill OR
- 2) \$10.00 minimum processing charge.

Medium Commercial Customers:

- 1) 10% of the monthly bill OR
- 2) \$25.00 minimum processing charge.

Large Commercial Customers:

- 1) 10% of the monthly bill OR
- 2) \$50.00 minimum processing charge.

Industrial Commercial Customers:

- 1) 10% of the monthly bill OR
- 2) \$250.00 minimum processing charge.

Outdoor Recreation Lighting Customers:

- 1) 10% of the monthly bill OR
- 2) \$10.00 minimum processing charge.

Security Lighting Customers:

- 1) 10% of the monthly bill OR

- 2) \$10.00 minimum processing charge.

City Lighting Customers:

- 1) 10% of the monthly bill OR
- 2) \$10.00 minimum processing charge.

A utility bill becomes subject to cutoff 15 days following the due date stated on the customer's invoice of the month. This date will be known as the cutoff date.

Only after the utility customer has paid the delinquent account in full, as well as all associated disconnect and reconnect fees, will the services be reconnected.

Upon applying for service, each applicant shall sign an agreement acknowledging that service will be disconnected according to this policy.

CURTAILMENT

Floresville Electric Light and Power System shall have the right at any time to immediately adjust in whole or in part, the supply of electricity to customers in order to adjust for factors affecting delivery from Floresville Electric Light and Power System's wholesale power providers or from the applicable Independent System Operator.

TERM OF SERVICE

Service for Large and Industrial Customers shall be supplied for an initial period of not less than one year and shall be continued from year to year unless a longer period is specified on the Agreement for Electric Service.

Service for Customers attached to an Industrial Contract Tariff shall be supplied for an initial period of not less than two years and shall extend through the duration of the contract. Should the Customer continue receiving power from Floresville Electric Light and Power System following the expiration of the contract, the Customer will be placed in the applicable rate class and be subject to the appropriate Term of Service.

**FLORESVILLE ELECTRIC LIGHT AND POWER SYSTEM
FLORESVILLE, TEXAS**

**APPENDIX B
DISTRIBUTED GENERATION¹ RIDER**

APPLICABILITY

This Rider is available to any retail Customer, excluding Outdoor Recreational Lighting, Security Lighting, and City Lighting Customers receiving electric service under a Floresville Electric Light and Power System electric rate tariff that owns and operates an on-site generating system capable of producing ten megawatts (10 MW) or less and interconnects with the Floresville Electric Light and Power System's electric distribution system.

APPLICATION AND AGREEMENT

Customers requesting interconnection and parallel operation of Distributed Generation shall complete the Application for Interconnection and Parallel Operation of Distributed Generation (Application) with Floresville Electric Light and Power System. Following completion of the Application, Floresville Electric Light and Power System shall review the Application, make any additional requests for additional information, or request revision to the original application.

Upon determination by Floresville Electric Light and Power System that the Customer's facility is consistent with the safe and reliable operation of the Floresville Electric Light and Power System's distribution system, the Utility and Customer shall enter into an Agreement for Interconnection and Parallel Operation of Distributed Generation (Interconnection Agreement), which sets forth the contractual conditions under which the Utility and Customer agree that one or more facilities may be interconnected with the Floresville Electric Light and Power System's distribution system.

CONDITIONS OF SERVICE:

1. All charges, character of service, and terms and conditions of the Floresville Electric Light and Power System Electric Rate Schedule under which the Customer receives service apply except as expressly altered by this Rider.
2. The Customer shall comply with the technical requirements in the Floresville Electric Light and Power System's Distributed Generation Policy and procedures set forth in The Public Utility Commission of Texas Substantive Rule 25.212 for safe and effective connection and operation of Distributed Generation, which describes typical interconnection

¹ Distributed Generation is defined, for the purposes of this Rider, as an electrical generating facility located at Customer's point of delivery that is 10 MW or less and connected to the Floresville Electric Light and Power System distribution system at a standard available voltage less than or equal to 60 kilovolts and 60 Hertz alternating current.

requirements. Floresville Electric Light and Power System may require Customer to install and use more sophisticated protective devices and operating schemes when the Distributed Generation facility is exporting power to the Floresville Electric Light and Power System distribution system or when otherwise required due to specific interconnection location and condition.

3. The Customer shall obtain approval from Floresville Electric Light and Power System *before* the Customer energizes the Customer's on-site generating system or interconnects it with the Floresville Electric Light and Power System's electric system. The term of an agreement under this Rider is one year and month to month thereafter.
4. The Customer is responsible for all costs of interconnecting with the Floresville Electric Light and Power System electric system, including transformers, service lines, or other equipment as deemed necessary by Floresville Electric Light and Power System for safe installation and operation of the Customer's equipment with the Utility's distribution system. The Customer is responsible for any costs associated with required inspections and permits.
5. Floresville Electric Light and Power System may perform interconnection studies, which shall include service study, coordination study, and utility system impact study, as needed and determined in the sole discretion of Floresville Electric Light and Power System. In instances where such studies are deemed necessary, the scope of such studies shall be based on the characteristics of the particular distributed generation facility to be interconnected and the Floresville Electric Light and Power System's distribution system at the specific proposed location. Floresville Electric Light and Power System will charge Customer fees for Pre-Interconnection Studies that recover the costs of performing such studies. Any modifications or additions to Floresville Electric Light and Power System Electric System identified through the interconnection study as required for the safe and reliable interconnection of Customer's facility shall be solely at the Customer's expense. Customer shall not acquire any ownership in such modifications or additions to the Floresville Electric Light and Power System Electric System.
6. All other terms and conditions will be negotiated between Floresville Electric Light and Power System and the Customer in the Agreement for Interconnection and Parallel Operation of Distributed Generation.
7. These Conditions of Service are not exhaustive and may be supplemented by internal guidelines and policies to Floresville Electric Light and Power System staff, as well as good utility and engineering practices. Internal policies and guidelines will be made available upon request. All denials made or changes requested throughout the interconnection process will be accompanied with a written explanation by Floresville Electric Light and Power System staff regarding the decision.

METERING:

1. The actual metering equipment required, its voltage rating, number of phases and wires, size, current transformers, number of input and associated memory is dependent upon the type, size, and location of the electric service provided. The Customer shall pay for the installation of the data recorder (meter) that is capable of measuring the Delivered KWh (energy delivered by Floresville Electric Light and Power System) and the Received KWh (energy delivered to the Floresville Electric Light and Power System by the Customer) using a single meter or two-meter configuration. Additionally, for all Customers, Floresville Electric Light and Power System reserves the right to install, at its own expense, a meter to measure the output of the Distributed Generation system.

RATE:

1. In a billing month after a Customer receives approval to interconnect the Customer's on-site generating system from Floresville Electric Light and Power System, the Utility will determine the Delivered KWh and the Received KWh on an ongoing, monthly basis.
2. The Delivered KWh (energy) will be billed on the standard applicable rate schedule.
3. The Received KWh (energy) will be multiplied by the Floresville Electric Light and Power System Avoided Cost of Generation for the applicable billing cycle to determine the amount the Utility shall credit the Customer.
4. The Avoided Cost of Generation is based on the actual cost of power supply from the Floresville Electric Light and Power System wholesale supplier(s). Floresville Electric Light and Power System shall credit the Customer's account for this amount.
5. Any credit greater than \$500.00 related to the Avoided Cost of Generation may be requested of Floresville Electric Light and Power System by the Customer and paid in a reasonable time period.
6. All Customers with Distributed Generation will subject to a Reactive Power Support Fee (RPSF). The RPSF shall be applied on a monthly basis and calculated as follows:

$$RPSF = RPR * (FC + MC)$$

Where:

RPSF = Reactive Power Support Fee

RPR = Reactive Power Requirement. The Reactive Power Requirement shall be defined as the nameplate capacity listed on the approved Distributed Generation Agreement with FELPS.

FC = Facilities Cost. The Facilities Cost is defined as the cost of additional system equipment to provide reactive power support on a per kVar basis.

MC = Market Cost. The Market Cost is defined as the total fees and charges assessed to FELPS by ERCOT, the Public Utility Commission of Texas, Texas Reliability Entity, or its wholesale power supplier. This list is not exhaustive and may be expanded to include other reasonable fees levied against FELPS.