

SAWNEE ELECTRIC MEMBERSHIP CORPORATION

POLICY NO. 423

SUBJECT: COMMERCIAL VIRTUAL SOLAR RIDER PROGRAM

I. OBJECTIVE

- A. To outline the general attributes of Sawnee Electric Membership Corporation's (Cooperative) Commercial Virtual Solar Rider program (Program).
- B. To define the attributes and requirements of the Program, as well as the provisions and restrictions to be applied under the Program.

II. CONTENT

A. Overview

1. This Program is designed to provide a qualifying participating member ("Participant") with certain benefits generally believed to be associated with a traditional on-site solar system, without the challenges of on-site solar system ownership.
2. Program Participants will receive a designated "allocation of virtual solar energy", to their qualifying Cooperative account, for the assigned output of the Cooperative's solar assets assigned for use under this Program and relating to the assigned amount for the applicable billing period.

B. General

1. Each Participant will be allowed to purchase the virtual solar energy output from up to **fifty (50) blocks** of assets designated for use under this Program, until all the available blocks assigned to the Program are fully subscribed.
2. The Cooperative will provide a monthly statement to each Participant, which will itemize their Program cost, as provided for in the Cooperative's Rate Schedule CVSR, and will show the Participant's assigned virtual solar energy and associated demand to be credited on their account for the applicable billing period.
3. Participation in the Program is "voluntary", and certain restrictions apply. Participation will be on a "month by month" basis, with no contract. The Participant may cancel participation at any time and only those charges billed by the Cooperative, as of the date of termination, will apply.
4. Each Program Participant will receive an allocated share of the energy produced, adjusted for losses, by the solar assets assigned to the Program for the designated billing period. The energy and demand allocations will be based on the Participant's number of subscribed blocks, and the assigned energy production, as provided for herein.

5. Each Program Participant will receive a calculated demand capacity credit for the energy purchased under the Program, adjusted for losses, by the solar assets assigned to the Program and selected by the Program Participant based on the load factor and the number of blocks purchased under the Program for the designated billing period.
6. The calculated demand capacity credit will be based on the Participant's actual energy used, the Participant's actual billing demand for the period and the number of Program subscribed blocks, and the assigned energy production, as provided for herein.
7. Sawnee's NEM Rider will apply as it relates to renewable energy credits (RECs) under the Program. The RECs will remain with the energy, whether purchased or net energy sold – i.e., Sawnee will acquire RECs applicable to any electricity the participating account sells to Sawnee under the NEM Rider. The Participant will acquire any and all RECs applicable to the Participant's solar energy purchased under the Program.
8. Any energy that exists on a Participant's account, in excess of the Participant's actual monthly energy usage (e.g., energy sold back to the Cooperative), will be handled as outlined under Sawnee's NEM Rider; with all excess energy purchased by the Cooperative to occur at the then published NEM rate(s) for the month in which the excess energy exists.

C. Requirements

1. The Program is only available for Cooperative accounts served under either its Large General Service (Schedule "G"), School Service (Schedule "SCHS"), and Large Power Service (Schedule "LPS") schedules.
2. Schedule CVSR will identify the Program's monthly fixed cost on a dollar per block of virtual solar basis.

D. Limitations

1. Members participating in the Program shall not be eligible to participate in the Cooperative's 1.) net energy metering program, and/or 2.) accounts that receive service under any other Cooperative commercial retail rate than what is allowed herein.
2. The Program will be subject to the availability of blocks allocated for use under the Program, until they are fully subscribed.

E. Additional Restrictions

1. The Service Rules and Regulations, Bylaws, Charter, policies and/or rates of the Cooperative shall apply to the provisions of this policy and this Program.
2. The Board of Directors (Board) of the Cooperative reserves the right to amend, change and/or eliminate this policy and/or this Program at any time, without notice.

III. RESPONSIBILITY

It shall be the responsibility of the President and Chief Executive Officer to administer this policy, to develop appropriate controls for its overall enforcement and to report his findings to the Board of Directors.

ADOPTED: 2/18/21

EFFECTIVE: 04/05/21