

LA PLATA ELECTRIC ASSOCIATION, INC.
DURANGO, COLORADO

Board of Directors Policy

Subject: Renewable Generation and Environmental Attributes		Policy No: 359
Original Issue: 8/16/06	Last Revised: 06/16/10	Last Reviewed: 06/16/10
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I. OBJECTIVE

To support and encourage the use of renewable generation, by offering customers payments for Renewable Energy Credits (RECs) as environmental attributes on approved installations.

II. POLICY

- A. LPEA will provide customers a onetime payment for RECs associated with local Renewable Generation installations, set forth herein and as determined from time to time by the LPEA Board of Directors, not to exceed the cost of the unit, to residential or small commercial customers who install a solar, wind or hydropower generating facility.
- B. Only residential or small commercial, grid-tied installations located within the LPEA service territory shall be eligible for the REC payment.
- C. In order to be entitled to the REC payment, the customer shall assign, in a manner acceptable to LPEA and for a term of ten years, all RECs as environmental attributes, associated with the installation.
- D. The REC payment schedule, reviewed and revised by management as necessary, is attached as Exhibit A. System wattage will be calculated as follows
 - 1. Solar – the total installed photovoltaic panel capacity.
 - 2. Solar with tracking – the total installed photovoltaic panel capacity times 1.25. This factor represents the additional energy output obtained by the use of a tracking device.
 - 3. Wind – the nameplate capacity times 0.30. This factor represents the expected energy output given the wind resources of LPEA service territory. If 12 months of hourly, site specific anemometer data can be provided, this factor may be adjusted to represent the site's wind resource.
 - 4. Hydro – available head (in feet) times average annual flow rate (in cfs) times 84.64 (power conversion factor).
- E. The maximum allowable system wattage to receive LPEA's REC payment will be 10,000 watts (10 kW) per service.
- F. LPEA reserves the right to inspect any generating facility while interconnected with LPEA's system.
- G. Staff will develop a quarterly report on the capacity and number of generating facilities installed.

III. RESPONSIBILITY

The Chief Executive Officer is responsible for the administration of this policy.

June 16, 2010

Date



Secretary

EXHIBIT A

Renewable Generation and Environmental Attributes for Policy 359

Photovoltaic Renewable Energy Credits (RECs) payment schedule

Install Date	Payment Amount (\$ per kilowatt)
• 2010	\$700
• 2011	\$500
• 2012	\$400
• 2013	\$400
• 2014	\$300
• 2015	\$300
• 2016	\$300
• 2017	\$200
• 2018	\$200
• 2019	\$100

Wind and Micro Hydro Renewable Energy Credits (RECs) payment schedule

Please contact LPEA