



Fergus Falls, Minnesota

WAPA BILL CREDITING PROGRAM RIDER

Table with 2 columns: DESCRIPTION, RATE CODE. Row 1: WAPA Bill Crediting Program Rider, M810

RULES AND REGULATIONS: Service under this rider is subject to orders of the Minnesota Public Utilities Commission and to the "General Rules and Regulations - Electric" currently on file with the Minnesota Public Utilities Commission.

AVAILABILITY: This rider is available on a voluntary basis and is limited to Customers who are eligible for the Western Area Power Administration ("Western") Bill Crediting Program (Program).

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.

TERM OF SERVICE: Service under this rider shall be for a period not less than 90 days.

PRICING METHODOLOGY: The credit is calculated monthly and depends on the individual Tribe's allocation from Western for that month and the composite rate for both Western and the Company. A participating Customer's Western Credit is calculated using the following formula: (per Western contract)

(MBEU/MTBEU) x BMC = BPMSC, where

- BPMSC = Beneficiary's Proportionate Monthly Share of Monthly Credit
MBEU = Monthly Beneficiary's (participating Customer) Energy Usage
MTBEU = Monthly Total Beneficiaries' (participating Native American Tribe) Energy Usage
BMC = Beneficiaries' (participating Native American Tribe) Monthly Credit
BMC = MAE x PSD x (Otter Tail's composite rate - WAPA's composite rate), where
MAE = Monthly Amount of WAPA's Energy Allocation to the Native American Tribe as set forth in Attachment No. 1, Exhibit A, section 2.
PSD = Power Supplier Distribution Percent of WAPA's Energy delivered by the Company as set forth in Attachment No. 1, Exhibit A, section 4.



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The Company’s composite rate will be recalculated annually. Western’s composite rate will be changed when Western updates it.

BILL DETERMINATION: A Bill Credit will be applied to the Customer’s monthly bill rendered after each monthly billing period. The bill consists of the Customer’s standard rate less a credit for the Western benefit.

ENERGY ADJUSTMENT RIDER: The Bill Credit is applied after the standard bill is calculated. The cost of energy adjustment has already been properly applied to the Customer’s billing prior to applying the Bill Credit.

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SPECIAL PROVISIONS:

1. Eligibility for the Program, and thus this rider, is determined by the Native American Tribe and Western, and not the Company.
2. If there is a change in the legal identity of a Customer receiving service under this rider, credit under this rider shall be terminated unless the Company, Western, the affected Tribe and the Customer determine otherwise.
3. Changes are subject to the Contract for Bill Crediting arrangements between the Company, Western Area Power Administration and the affected Native American Tribe, a copy of which is attached to this Tariff as Attachment 1.