



RATE RIDER LEGACY LFCR DG LEGACY ADJUSTMENT FOR DISTRIBUTED GENERATION

AVAILABILITY

This rate rider is applied to Customers that qualify for the residential solar grandfathering program and interconnected an on-site renewable distributed generation system to the Company's distribution grid after January 1, 2014. The Legacy LFCR DG Rate Rider does not apply to residential Customers on Rate Schedules Legacy ECT-1R or Legacy ECT-2.

This rate rider is frozen beginning on September 1, 2017. This means no new Customers will be served under this rider on or after that date. This rider will apply to eligible Customers through the 20-year period from the date their solar generator was interconnected to the Company's distribution grid. Charges shown on this schedule may change.

DESCRIPTION

This rate rider recovers a portion of the lost fixed cost revenue that results from the net metering of on-site distributed generation from certain Customers on Net Metering Rate Rider Legacy EPR-6.

CHARGES

The following charges will be applied to the monthly bill in addition to the charges in the Customer's rate schedule:

| | | |
|------------------------------------|---------|-------------------------|
| LFCR DG Charge | \$0.700 | per kW-DC of generation |
| Generators not registered with APS | \$3.000 | per kW-DC of generation |

SERVICE DETAILS

1. Monthly charges will be applied to the nameplate kW-DC power rating of the on-site distributed generation system.
2. Any Customer that does not register an on-site distributed generation system with APS through the application and interconnection process when that distributed generation system was installed will be charged the Generators not registered with APS charge.
3. All the terms and charges in the Customer's rate schedule continue to apply to electric service provided under this rider.