

SALT RIVER PROJECT AGRICULTURAL IMPROVEMENT AND POWER DISTRICT

FACILITIES RIDER

**SUPPLEMENTAL TO LARGE GENERAL SERVICE PRICE PLANS E-61, E-63, E-65
AND E-66**

Effective: April 2015 Billing Cycle
Supersedes: November 2012 Billing Cycle

APPLICABILITY:

To customers qualifying for power and energy under Standard Price Plan E-61, E-63, E-65 and E-66, and other customers at SRP's sole discretion.

CONDITIONS:

A. For customers served from SRP's general distribution system (secondary or primary service) and requesting enhanced reliability, or additional facilities or system capacity, the customer will pay a charge in addition to the Facilities Charge under the customer's standard price plan. Examples of additional facilities or system capacity include but are not limited to:

- 1) Automatic transfer switches.
- 2) Reserved capacity on circuits that connect to automatic transfer switches.
- 3) Dedicated feeders and/or breakers.
- 4) Reserved transformer capacity.
- 5) Cost of overhead to underground conversions.
- 6) Trenching and conduit from the load side of the service entrance section to the customer's facility when provided by SRP.

B. The following applies to substations built after May 1, 2010:

1. Unless otherwise directed by the Board, SRP shall design, build, own, operate and maintain all new substations and dedicated bays in distribution substations for which construction is commenced after May 1, 2010.
2. The customer shall pay SRP an up-front Contribution in Aid of Construction (CIAC) for:
 - a. Certain high voltage transmission and communications equipment; and
 - b. A portion of the cost of the remaining substation equipment.
3. The customer shall pay a fixed monthly facilities charge that reflects the investment and commitment SRP made on behalf of the customer including the cost of ownership (in-lieu contributions, depreciation, operation and maintenance, replacements, etc.). Included in the cost of ownership is the risk of replacement should equipment fail. That is, upon failure, equipment will be replaced within a reasonable period of time without

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additional charge to the customer. In addition, customers have the benefit of 24-hour technical support, SRP's inventory of spare parts and equipment, and access to SRP's mobile backup transformers if available and compatible.

4. Any portion of the amounts related to Item 2 above, which by contract are deferred and paid over time, shall be added to and become part of the monthly facilities charge described in Item 3 above.
 5. Terms, conditions and prices for the substation will be identified in a separate written agreement between SRP and the customer.
- C. The following applies to substations in operation or under construction as of May 1, 2010:
1. SRP shall own, operate and maintain all SRP-owned substations. Customers shall continue to pay their fixed monthly facilities charges per existing agreements.
 2. For dedicated substations and bays subsequently acquired by SRP, the customer shall pay monthly facilities charges and enter into agreements and contracts consistent with SRP's then-current forms and procedures.
 3. Customers may continue to own, operate, and maintain their existing dedicated substations and bays. Upon a change in substation or bay ownership, the new customer shall enter into agreements and contracts consistent with SRP's then-current forms and procedures.

ADJUSTMENTS:

SRP will increase or decrease billings under this rider in proportion to any taxes, fees, or charges (excluding federal or state income taxes) levied or imposed by any governmental authority and payable by SRP for any services, power, or energy provided under this rider.