

ORIGINAL

ELECTRIC RATES

TRICO ELECTRIC COOPERATIVE, INC.

8600 W. Tangerine Road

Marana, Arizona 85658

Filed By: Vincent Nitido

Title: CEO/General Manager

Effective Date: January 1, 2011

STANDARD OFFER TARIFF

RENEWABLE ENERGY CUSTOMER SELF-DIRECTED TARIFF SCHEDULE RESD

Background

On November 14, 2006, the Arizona Corporation Commission ("Commission") issued Decision No. 69127 that contained a Renewable Energy Standard ("RES") that set forth annual renewable energy requirements for all affected electric utilities in the State of Arizona as well as a requirement that each affected electric utility file with the Commission for approval a RES Customer Self-Directed Option Tariff as defined below.

Availability

The RES Customer Self-Directed Option is available to single and three phase service for Non-Residential Members/Customers with multiple meters that pay more than \$25,000 annually in RES Surcharge funds pursuant to the Renewable Energy Standard Tariff for any number of related accounts or services within the Trico Electric Cooperative, Inc. ("Cooperative") service territory ("Eligible Customer").

Application

An Eligible Customer may apply to the Cooperative to receive funds to install Distributed Renewable Energy Resources. An Eligible Customer seeking to participate in this program shall submit to the Cooperative a completed application that describes the Renewable Energy Resources that it proposes to install and the projected cost of the project. An Eligible Customer shall provide at least half of the funding necessary to complete the project described in its application.

An Eligible Customer shall enter into a contract with the Cooperative that specifies, at a minimum the following information: the type of Distributed Generation ("DG") resource, its total estimated cost, kWh output, its completion date, the expected life of the DG system, a schedule of the Eligible Customer's expenditures and invoices for the DG system, Cooperative payments to an Eligible Customer for the DG system and the amount of a Security Bond or Letter of Credit necessary to ensure the future operation of the Eligible Customer's DG System, metering equipment, maintenance, insurance and related costs.

Before connection to the Cooperative's electrical system, an Eligible Customer's DG Resource shall meet all of the Cooperative's DG interconnection requirements and guidelines.

All Renewable Energy Credits derived from the project, including generation and extra credit multipliers, shall be applied to satisfy the Cooperative's Annual Renewable Energy Requirement.

The funds annually received by an Eligible Customer pursuant to this tariff may not exceed the amount annually paid by the Eligible Customer pursuant to the RES Surcharge Tariff.

