



Northern States Power Company
 Minneapolis, Minnesota 55401

SOUTH DAKOTA ELECTRIC RATE BOOK - SDPUC NO. 2

**TECHNICAL AND SPECIAL TERMS AND
 ABBREVIATIONS FOR COGENERATION AND SMALL
 POWER PRODUCTION**

Section No. 9
 Original Sheet No. 1
 Relocated from SDPUC No. 1 Sheet No. 7-1

SUBDIVISION 1 DEFINITIONS

QUALIFYING FACILITY (QF). A qualifying facility is a power production or cogeneration facility certified under The Public Utility Regulatory Policies Act of 1978 (PURPA), Title 11, Section 201, by procedures established by the Federal Energy Regulatory Commission regulations under 18 CFR Section 292.207. Hereafter, the term may refer to the physical facility, the facility owner, or the facility operator.

SMALL QUALIFYING FACILITY (SQF). A small qualifying facility is a qualifying facility with certified capacity of 100 kW or less.

METERING CHARGE. The monthly metering charge recovers the cost of the additional metering equipment and its installation along with the associated billing, operating, and maintenance costs.

NET INTERCONNECTION CHARGES. The net interconnection charges will be assessed to recover those costs associated with the addition to or modification of Company facilities to accommodate the SQF in excess of the facilities and expenses recovered in the monthly metering charge. At the option of the SQF, the net interconnection charge shall be a single non-refundable charge for the costs incurred or to be incurred by the Company or a monthly levelized charge being one-twelfth of Company's annual fixed costs plus cost of maintenance. If the SQF opts for a monthly net interconnection charge and permanently disconnects from the Company's system prior to completion of all monthly payments, the SQF will be responsible for making a one-time payment to the Company which will include those net interconnection costs not yet paid plus removal costs minus salvage value along with an administrative charge.

ON PEAK PERIOD. The on peak period contains all hours between 9:00 a.m. and 9:00 p.m., Monday through Friday, except the following holidays: New Year's Day, Good Friday, Memorial Day, Independence Day, Labor Day, Thanksgiving Day, and Christmas Day. When a designated holiday occurs on Saturday, the preceding Friday will be designated a holiday. When a designated holiday occurs on Sunday, the following Monday will be designated a holiday.

OFF PEAK PERIOD. The off peak period contains all other hours not included in the on peak period. Definition of on peak and off peak period is subject to change with change in Company's system operating characteristics.

SUBDIVISION 2 ABBREVIATIONS

QF Qualifying Facility
 SQF Small Qualifying Facility

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