

AGREEMENT FOR ELECTRIC SERVICE TERRITORY EXCEPTION

Sioux Valley Southwestern Electric Cooperative, Inc., doing business as Sioux Valley Energy (SVE) and Lyon Rural Electric Cooperative, Inc. (LREC) agree to an exception to the Sioux Valley Energy electric service territory permitting LREC to provide electric service to new rural service in Tract 1 of On The Border Ag Addition, in the Southwest quarter of Section 35, Township 101 North, Range 48 West of the 5th Principal Meridian, Minnehaha County, South Dakota. A drawing of the service site, Exhibit A, is attached.

The Parties have concluded that, in this instance, the customer's interest will be best served by receiving service from LREC. The Parties also agree that future instances where territory boundaries become a factor should be dealt with on an individual basis.

This consent on the part of SVE is limited to the said service for Mr. Colton Grimmius and will automatically terminate upon removal or abandonment of such service. However, the service territory rights exception agreed upon herein will remain for the life of the said service, no matter the owner of the property, unless otherwise agreed upon by SVE and LREC. The consent to the territory exception will stay with the property should Colton Grimmius sell this property. The consent of SVE is also agreeable to future development of this site that may require an upgrade of the service.

This exception is not to be construed as having any impact upon or indicating a desire to change the service area assigned to LREC or SVE by the South Dakota Public Utilities Commission.

SIOUX VALLEY-SOUTHWESTERN
ELECTRIC COOPERATIVE, INC

BY Jim Melarchy
General Manager

LYON RURAL ELECTRIC
COOPERATIVE, INC

BY Ros Loomans
General Manager

DATE 9/9/19

DATE 9/6/2019

CONSENT:

I concur with the provisions described above.

BY Colton Grimmius

DATE 9/6/19