

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 Funke's Addition, an addition in the Southwest^{ews} quarter (SE 1/4), of Section 35, Township 101 North, Range 48 West of the 5th P.M., 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. Ron Heller 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 Ron Heller sell this property. The consent of SVE is also agreeable to future development of this site that may require an upgrade of the single phase service. If a service upgrade requires three phase and LREC wishes to feed said three phase service then SVE and LREC will require another territory exception at this location.

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

LYON RURAL ELECTRIC
COOPERATIVE, INC

BY Jim McLaughlin
General Manager

BY Ross Loomans
General Manager

DATE 10/20/20

DATE 10/13/2020

CONSENT:
I concur with the provisions described above.

BY Ronald Heller
Ron Heller

DATE 10/13/2020