

GARKANE ENERGY COOPERATIVE, INC.
ELECTRIC SERVICE
STATE OF ARIZONA
SCHEDULE QF-1
COGENERATION QUALIFYING FACILITIES OF 100 KW AND LESS

AVAILABILITY: In the Cooperative's Certificated Area where its facilities are of adequate capacity and the required phase and suitable voltage are in existence and are adjacent to the premises served.

APPLICATION: The Co-Generation Qualifying Facilities Rate (QF-1) is applicable to owners of co-generation qualifying facilities and small power production facilities of 100 kW and less who are retail customers and who enter into a written contract with the Cooperative with respect to such service. Service shall be supplied at one point of delivery where part or all of the electrical requirements of the customer can be supplied from a source or sources, owned by the customer, and where such sources are connected for parallel operation of the customer's system with the system of the Cooperative. Customer sources may include but are not limited to windmills, water wheels, solar conversion, and geothermal devices, each of which is capable of generating 100 kW or less.

TYPE OF SERVICE: The type of service furnished the customer pursuant to this rate tariff shall be determined in the reasonable discretion of the Cooperative.

MONTHLY RATE: All purchases from the Cooperative and sales to the Cooperative shall be treated separately. For capacity and energy supplied by the Cooperative to the customer, the applicable rate shall apply. In addition, the customer will be required to pay an additional customer charge as follows:

Residential	\$13.00 Monthly
Residential Colorado City	\$13.00 Monthly
General Service 1	\$25.00 Monthly
General Service 2	\$35.00 Monthly
Irrigation	\$50.00 Annually

For energy supplied by the customer to the Cooperative, the rates shall be as follows:

For non-firm power, the purchase rate will be \$0.03000 per kWh generated and delivered onto the Cooperative's system. For firm service, the purchase rate will be the non-firm purchase rate plus ten percent (10%).

SERVICE CONDITIONS: The Service Conditions of the Cooperative, on file with the Arizona Corporation Commission, shall apply to this schedule. Cooperative policy regarding Meter reading intervals terms of payments, extended billing periods, and collection policy, as filed and approved by the Arizona Corporation Commission, are stated and published in the Cooperative's Service Conditions.

CONTRACT PERIOD: As provided in the Cooperative's agreement for service with the customer.