

RATE SCHEDULE A ENVIRONMENTAL ATTRIBUTES PURCHASE

The objective of this Rate is to provide a contractual path for Basin Electric to bill a Class A Member (Member) for Environmental Attributes purchased and provided by Basin Electric to the Member, or to a regulatory agency due to the Members' purchase of wholesale power from Basin Electric.

Obligations:

Per the Wholesale Power Contracts between Basin Electric and each Member, the Member has the obligation to purchase, and Basin Electric has the obligation to provide, the Environmental Attributes required by the Member associated with its purchase of electric power from Basin Electric.

Basin Electric may also per state law, have the obligation due to its sale of power to certain Members, to report and retire Environmental Attributes.

Basin Electric shall charge each Member the market value for the Environmental Attributes required by the Member, or required of Basin Electric, due to Basin Electric's sale of electric power to the Member.

Distributed Environmental Attributes:

Effective January 1, 2012, Basin Electric will distribute its available Environmental Attributes to its Class A Members based on the revenue includable under the patronage formula.

A Member may choose to utilize those Basin Electric distributed Environmental Attributes to meet its Environmental Attributes requirements associated with its purchase of electric power from Basin Electric. Should the Member chose to use the distributed Environmental Attributes in this manner, the amount of Environmental Attributes Basin Electric would otherwise purchase for that Member shall be reduced accordingly.

Billing:

The rate associated with this Environmental Attributes purchase by Basin Electric shall be included on Basin Electric's monthly power billing to the Member.

Patronage:

The rate to the Member associated with the purchase of Environmental Attributes under this rate shall not be considered in determining the Member patronage allocation from Basin Electric at the end of each year.

Other:

If a Member so requests, Basin Electric may undertake the purchase of Environmental Attributes not associated with the Member's electric power purchase from Basin Electric. Any Environmental Attributes so purchased will be billed to the Member at the market value plus transaction costs.