

Vernon Electric Cooperative

110 Saugstad Rd., Westby, WI 54667

Dual-Fuel/Storage Heat Agreement

"I" means the Vernon Electric Cooperative (VEC) member who owns the building(s) where Dual-Fuel is being installed.

In order to qualify for a Dual-Fuel or Storage Heat rate on electric heat I agree to the following:

1. I must have a separate meter to record only electric heat, water heating and/or central air conditioning. There must be at least 3 kW of electric heat to include water heating and/or air conditioning on the heat meter. No other items are allowed on the heat meter, (i.e. dryers, hot tubs, stoves). There will be a separate facility charge for the heat meter determined by the Board of Directors of VEC.

2. I must be willing to have my heat meter controlled during peak demand times (**It is required that VEC provide and install load management equipment for a \$300 + tax [316.50] setup charge** – please include when returning this form).

Check One:

Dual Fuel Program: I understand that my heat meter will be controlled as long as a peak situation persists (12-hour control period maximum per day). I also understand that the heat meter will be cycled 15 minutes on and 15 minutes off through peak situations on hot summer days (4-hour control period maximum per day).

OR

Storage Heat Program: I understand that my heat meter will be controlled for a total of 14 hours per day, except weekends and holidays, all year long.

3. I agree to maintain a non-electric, automatic backup heating system, or a storage heat backup, that is sufficient to keep my residence/building warm during the coldest nights of the winter, when the electric heat may be controlled.

4. I understand that the rate on my heat meter will increase June through September of each year, but will still be less than the rate on my main meter.

5. I understand that if I decide to have the load management equipment removed, I may not go back on the Dual-Fuel or Storage Heat rate for one full year. After one year has passed, I may go back on Dual-Fuel or Storage Heat, but the backup heating system must be inspected by a VEC representative to determine if it qualifies for the Dual-Fuel or Storage Heat program and a \$25.00 reconnect fee will be charged.

Signed _____ Date _____ Account # _____

Electric Heat System _____ Alt. Heat System _____

Statement of Purpose: This "Dual-Fuel Agreement" is intended to protect VEC and members of VEC from misunderstandings of the Dual-Fuel or Storage Heat programs. The Dual-Fuel/Storage Heat program is designed to decrease the electric system load during occasions when there is a high demand for electricity. The Dual-Fuel/Storage Heat programs help Dairyland Power Cooperative make more efficient use of its generators and delays the need for the building of new power plants and therefore helps keep the cost for electricity down. This document is subject to change.

Return this signed form with a check for \$316.50 to VEC when you are ready to begin participation.