

RESOLUTION NUMBER 2026-06

RESOLUTION ESTABLISHING AVOIDED COST RATES FOR THE PURCHASE OF EXCESS GENERATION PRODUCED BY A QUALIFYING DISTRIBUTED GENERATION FACILITY BY THE BOARD OF TRUSTEES OF THE ALGONA MUNICIPAL ELECTRIC UTILITY AND REPEALING RESOLUTIONS IN CONFLICT.

Whereas the Public Utility Regulatory Policies Act of 1978 (PURPA) requires utilities to purchase excess energy produced by Qualifying Facilities (QF) at the utility's avoided cost and

Whereas avoided cost is the incremental cost to a utility for electric energy, but for the purchase from the QF, the utility would either generate itself or purchase from another source and

Whereas the Algona Municipal Electric Utility power supply is coordinated through the North Iowa Municipal Electric Cooperative Association (NIMECA) and

Be it resolved by the Board of Trustees in charge of management and control of the Municipal Electric Utility of the City of Algona, Iowa, to set rates for excess energy produced by a Qualifying Facility equal to NIMECA's Avoided Cost for the period of March 1, 2026, through February 28, 2027, as follows:

Purchase Prices (100 kW or less):

Energy Avoided cost: \$0.03094/kWh

Facilities with a design capacity of more than 100 kW:

The price(s) for purchase from QFs with a design capacity above 100 kW will be negotiated on a case-by-case basis and approved by the AMU Board of Trustees.

Effective Date: This resolution and the new rates established hereby shall become effective immediately.

PASSED, APPROVED, AND ADOPTED by the Board of Trustees of the Algona Municipal Utilities on the 4th day of March 2026.

/s/ Julie Murphy

Julie Murphy, Chairperson

ATTEST:

/s/ Robert Harrington

Robert Harrington, Secretary