

**NOTICE OF CHANGE IN THE RATES AND TARIFFS
OF SAN MIGUEL POWER ASSOCIATION, INC.
EFFECTIVE JANUARY 1, 2017**

You are hereby notified that San Miguel Power Association, Inc. (SMPA) will introduce a new rate structure for all electric consumers to become effective for all bills generated after December 31, 2016. The purpose of the new structure is to re-balance revenues collected through the member access charge and through energy rates to more equitably distribute the cost of service to members and to improve the financial stability of the cooperative. Overall, the revision in rate structure will not increase the total amount of revenue collected from the SMPA membership.

A comparison of the current rate structure to the new 2017 structure is available online at www.smpa.com/content/2017-rates. A schedule of SMPA's rate tariffs is available from 7 am to 5:30 pm, Monday through Thursday at SMPA's offices in Nucla at 170 West 10th Avenue and in Ridgway at 720 North Railroad Street. Members interested in learning more may also call (970) 626-5549 during these hours.