

BEDFORD RURAL ELECTRIC COOPERATIVE, INC.
RESIDENTIAL TIME-OF-USE SERVICE
Schedule TOU-1

AVAILABILITY

Available in all territory served by the Cooperative subject to the rules, regulations, and bylaws of the Cooperative.

APPLICABILITY

Applicable to residences otherwise served under Rates 1 and 2.

CONDITIONS OF SERVICE

1. The consumer must require permanent year-round service.
2. The consumer must agree to take service under Schedule TOU-1 for a minimum of 12 consecutive months.
3. Schedule TOU-1 will be open to any qualifying consumer up to the first 500 applicants.
4. Schedule TOU-1 will be open to any existing consumer who averages at least 1,000 kWh per month. Schedule TOU-1 will be open to new consumers who are projected to use at least 1,000 kWh per month.

TYPE OF SERVICE

Single-phase, 60 hertz, at available secondary voltages.

MONTHLY RATE

I. Distribution Delivery Charge:

Service Charge @ \$24.25 per month

Energy Charges

First 500 kWh Delivered @ \$0.0336 per kWh

Next 500 kWh Delivered @ \$0.0260 per kWh

Over 1,000 kWh Delivered @ \$0.0150 per kWh

II. Allegheny Fixed Cost Charge

All kWh Delivered @ \$0.01629 per kWh

III. Generation Charges:

Generation On-peak kWh Sold @ \$0.2644 per kWh

Off-peak kWh Sold @ \$0.03032 per kWh

IV. Transmission Charges:

Transmission On-peak kWh Sold @ \$0.0300 per kWh

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MINIMUM DISTRIBUTION DELIVERY CHARGE

The minimum monthly distribution delivery charge shall be the service charge. In no event shall the minimum monthly distribution charge be less than any monthly guarantee established under the Area Coverage Policy and as agreed to by contract with the member.

GENERATION AND TRANSMISSION PRICE ADJUSTMENT

The charge(s) in Parts III and IV of the Schedule of Monthly Rates, Generation and Transmission Charges, shall be increased or decreased in accordance with the Cooperative's Generation and Transmission Price Adjustment Clause, Schedule "PA".

ALLEGHENY FIXED COST ADJUSTMENT

The charge for Part II of the Schedule of Monthly Rates, Allegheny Fixed Cost Charge, shall be increased or decreased in accordance with the cooperative's Allegheny Fixed Cost Adjustment, Schedule "DA".

DETERMINATION OF GENERATION ON-PEAK AND OFF-PEAK ENERGY

For the usage months of June through September, Generation On-Peak Energy shall be all kWh used in those weekday hours beginning at 1:00 p.m. and ending at 6:00 p.m., excluding Independence Day and Labor Day

KWh used in all other hours shall be considered Off-Peak.

DETERMINATION OF TRANSMISSION ON-PEAK ENERGY

For the usage months of October through May, the Transmission On-Peak Period shall be those weekday hours beginning at 7:00 a.m. and ending at 12:00 noon and from 5:00 p.m. to 9:00 p.m., excluding Thanksgiving, Christmas Day, and Memorial Day.

For the usage months of June through September, the Transmission On-Peak Period shall be those weekday hours beginning at 1:00 p.m. and ending at 6:00 p.m., excluding Independence Day and Labor Day.

All kWh used during Transmission On-Peak Periods shall be On-Peak

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TERMS OF PAYMENT

- a. The above rates are net, and are due and payable on or before the due date. The bill is overdue when not paid on or before the due date indicated on the bill. An overdue bill is subject to a late payment charge of 1.25% interest per month on the full unpaid and overdue balance of the bill, but not less than \$1.00. Interest charges shall be calculated on the overdue portions of the bill and shall not be charged against any sum that falls due during a current billing period.
- b. Whenever a member purchases generation and transmission service from a supplier other than the Cooperative, that portion of the member's bill for generation and transmission service shall not be subject to the late payment charge of paragraph a), but shall be subject to the late payment terms of the member's supplier.

MOTOR LOADS

Members may use integral motors in excess of five horsepower for single-phase service, and ten horsepower for three-phase service, only after referring such motor loads to the Cooperative. The Cooperative shall exercise final approval on such loads only after insuring there is adequate capacity in the Cooperative's system to carry such loads and insuring that the operation of such motors does not interfere with service to other members.

SPECIAL PROVISION

Temporary Discontinuance of Service: If a member requests a disconnection and reconnection of service at the same location within a twelve-month period, he shall be required to pay a charge for each of the intervening months of \$24.25 per month, plus a reconnection fee as specified by the established rules and regulations of the Cooperative.

Effective January 2003