BEDFORD RURAL ELECTRIC COOPERATIVE, INC.

RESIDENTIAL SERVICE- RATES RESID AND REEHT

AVAILABILITY

Available to members of the Cooperative for all farm, home, residential, church, school, and public building uses, including electric heating, subject to the established rules and regulations of the Cooperative.

Residential Service is limited to members whose load requirements do not exceed 50 kVA of installed transformer capacity.

TYPE OF SERVICE

Single-phase, and three-phase where available, at available voltage.

SCHEDULE OF MONTHLY RATES

I. Distribution Charges:

Service Charge

Single-Phase @ \$36.00 per month Three-Phase @ \$55.00 per month

Energy Charge

All kWh Delivered @ \$0.03970 per kWh

II. Generation Charges:

Generation and Transmission Charge

All kWh Sold @ \$0.06955 per kWh

Allegheny Facility Charge

All kWh Delivered @ \$0.02149 per kWh

MINIMUM DISTRIBUTION DELIVERY CHARGE

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

TERMS OF PAYMENT

The above rates are net. Bills 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 the current billing period.

GENERATION AND TRANSMISSION PRICE ADJUSTMENT

The charge(s) in Part II 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".

MOTOR LOAD

Members may use integral motors in excess of ten horsepower only after referring such motors 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 ensuring 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 the service charge for each of the intervening months for single-phase or three-phase service, plus a reconnection fee as specified by the established rules and regulations of the Cooperative.