RAPPAHANNOCK ELECTRIC COOPERATIVE Fredericksburg, VA

PREPAID ELECTRIC SERVICE SCHEDULE A-1-P

I. AVAILABILITY

Available, on a voluntary and limited basis, to Cooperative Customers, subject to the Terms and Conditions of the Cooperative on file with the Virginia State Corporation Commission, and subject to the availability of the necessary automated metering infrastructure at the Customer's location. This rate shall be limited to the availability of appropriate meters, and may be limited further by the saturation and/or impact on the Cooperative's electric system from Customers utilizing this rate schedule in a given area.

II. APPLICABILITY

Applicable, by request of the Customer otherwise served under the Residential and Church Service Schedule A-1 or Farm, Civic, and Ancillary Residential Service Schedule A-2.

Schedule A-1-P is not applicable to Customers using the Cooperative's Schedule NEM-Net Metering, Schedule A-1-TOU (Time of Use), Budget Billing Plan, or to those Customers who have an Electricity Supplier other than the Cooperative as their energy provider.

Schedule A-1-P is not available at locations where the Customer is receiving, or begins receiving, service subject to a Serious Medical Condition Certification due to someone in the household having a serious medical condition.

III. DESCRIPTION

<u>General</u> - Upon a Customer's request, the Cooperative will initiate Prepaid Electric Service at the Customer's location, providing a system that is configured to terminate electric service immediately and automatically when the Customer has incurred charges for electric service equal to the Customer's Prepayments for such service.

<u>Deposits</u> -The Cooperative shall not require a Customer utilizing Schedule A-1-P to pay a deposit as a guarantee of payment for services provided by the Cooperative. Deposits previously paid to the Cooperative as a guarantee of payment for services provided shall be returned to a Customer electing to be served under Schedule A-1-P in accordance with Article I.V. F of the Cooperative's current Terms and Conditions. Any amount to be returned to the Customer may be applied to the Prepayment balance.

<u>Commencing Service</u> - A Customer seeking service under Schedule A-1-P for the first time, or when returning to Schedule A-1-P after not using prepaid service for at least twelve months, must establish a Minimum Initial Prepayment Balance prior to receiving service. In addition, if a new service is being established, the Customer must also pay an Administrative Connection Fee in accordance with Schedule F, Item B of the Terms and Conditions.

Schedule A-1-P

Billing, Meter Reading, and Payment for Service - A Meter Reading will occur at least once each day. An Account Calculation will be made after each Meter Reading and after each payment is applied to the account. The kWh consumed, as determined by the meter reading, will be multiplied by the kWh rates provided herein, including Applicable Riders, to determine the cost of the electric service used by the Customer. The cost of electric service used by the Customer, including any Daily Access Charge, other applicable charges, and applicable taxes, will be deducted from the Customer's Prepayments during the Account Calculation. Charges otherwise occurring monthly, such as a minimum tax, will be prorated by dividing those charges by 30.4. The prorated charges will be applied on a daily basis. Daily charges will be calculated and applied to the first Account Calculation of each Calendar Day. No bills for electric service will be mailed to Customers utilizing Schedule A-1-P. Billing details and usage data will be made available through the Cooperative's Internet-based account management service or by request to the Cooperative.

Notification of Low Balance - At the time of enrollment, the Cooperative and the Customer shall agree to the Prepayment balance amount at which a low balance-notification will be issued to the Customer. Such amount shall be a reasonable approximation of five days of normal usage at the premise receiving Prepaid Electric Service. If the Cooperative does not have sufficient historical usage information for a customer or premise, the Minimum Notification Level shall be set at \$25 until the Cooperative obtains sufficient usage information to establish a reasonable approximation for five days of normal usage.

The Cooperative will provide direct notice to the Customer as selected by the Customer when the Customer's Prepayment balance represents approximately five days of estimated normal usage at the premise. The Cooperative will continue to make daily notifications to the Customer until the Prepayment balance exceeds the predetermined notification level or reaches zero. Once the balance reaches zero or below, the Cooperative will issue a notice that service will be suspended if no payment is received by 8:00 am of the next calendar day.

The Cooperative will provide notifications as selected by the Customer: automated telephonic reminder, electronic mail, or text message. In addition, the Customer may designate a third-party to also receive such notifications whenever the prepaid account balance drops below a prescribed level set by the Cooperative.

THE CUSTOMER IS RESPONSIBLE FOR MONITORING THE ACCOUNT BALANCE TO ENSURE THAT THE REMAINING PREPAYMENT AMOUNT IS ADEQUATE TO AVOID AUTOMATIC SUSPENSION OF SERVICE.

Suspension and Resumption of Electric Distribution Service -

WHEN THE AMOUNT OF ELECTRIC SERVICE USED EQUALS OR EXCEEDS THE CUSTOMER'S PREPAYMENTS, THE COOPERATIVE WILL ISSUE A NOTICE THAT SERVICE WILL BE SUSPENDED IF NO PAYMENT IS RECEIVED BY 8:00 AM OF THE NEXT CALENDAR DAY. IF PAYMENT SUFFICIENT TO REESTABLISH A POSITIVE PREPAYMENT BALANCE IS NOT RECEIVED BY 8:00 AM OF THE NEXT CALENDAR DAY, ELECTRIC SERVICE WILL BE AUTOMATICALLY SUSPENDED - WITHOUT ADDITIONAL NOTIFICATION.

Schedule A-1-P

Electric service will resume when the Cooperative receives payments re-establishing a positive balance of Prepayments. Suspension of electric service may occur seven days a week, and will only take place between the hours of 7 a.m. and 3 p.m. Electric service will resume within three hours of the Cooperative receiving payments re-establishing a positive Prepayment balance. The Cooperative will apply a \$10 credit to the account of any Customer whose service is not reactivated within three hours of the Cooperative receiving payment to reestablish a positive Prepayment balance. No Fees or Charges shall be applied as the result of Automatic Suspension or Automatic Resumption of electric service.

IV. TYPE OF SERVICE

60 hertz, single-phase, at secondary voltage of 120/240.

V. RATE – BASED ON COOPERATIVE'S SCHEDULE A-1 RESIDENTIAL AND CHURCH SERVICE RATE AND SCHEDULE A-2 FARM, CIVIC, AND ANCILLARY RESIDENTIAL SERVICE RATE

Minimum Initial Prepayment Balance (see Commencing Service for applicability)

\$ 25.00

Recurring Charges (Currently the same for Schedule A-1 and Schedule A-2 customers)

A. Distribution Delivery Charges:

Daily Access Charges:

Single-Phase Service

\$0.460274 per day

Energy Delivery Charges:

First 300 kWh within a Billing Cycle @ \$0.04743 per kWh
Over 300 kWh within a Billing Cycle @ \$0.03289 per kWh

B. Electricity Supply Service Charges:

June through September:

First 800 kWh within a Billing Cycle @ \$0.06777 per kWh Over 800 kWh within a Billing Cycle @ \$0.09780 per kWh

October through May:

All kWh within a Billing Cycle @ \$0.06777 per kWh

C. State and Local Taxes

Applicable taxes will be charged as required by State and Local codes. Any applicable minimum tax will be prorated and applied daily at an amount equal to such minimum tax divided by 30.4. Any tax calculated on a consumption basis will be applied to consumption occurring during the billing cycle and deducted at each Account Calculation.

D. At the end of each billing cycle, total monthly charges shall be calculated as if the Customer were served on Schedule A-1. Any difference in the Schedule A-1 charges

Schedule A-1-P

Rappahannock Electric Cooperative Schedule A-1-P Page 4 of 4

and the cumulative prepaid daily charges shall be reconciled and added to or deducted from the Prepayment Balance at the next Account Calculation

VI. MINIMUM DELIVERY CHARGE

The minimum daily delivery charge shall be the Daily Access Charge under Part A of the Rate above unless otherwise provided for under special contract.

VII. APPLICABLE RIDERS

The amounts of charges calculated at the above rates are subject to increase or decrease pursuant to the provisions of applicable riders included on the Exhibit of Applicable Riders.

VIII. TERM OF CONTRACT

Service under Schedule A-1-P shall be for one (1) year, automatically renewing and continuing from year-to-year, subject to suspension as described herein.

Schedule A-1-P