

COMMERCIAL WATER HEATING RATE

CHARACTER OF SERVICE

This rate is for electricity for commercial water heating. Service under this rate is available for storage-type automatic water heaters. Electricity used under this rate shall be exclusively limited to commercial water heating and shall not be used in installations wherein the heated water is for room-heating purposes. The Company at its option may install, set and seal a time switch which will limit operation of such heaters to certain periods of each day. This service is only available to customers who were taking service under the "Water Heating Rate" as of November 1, 1976, and is not available for new connections or reconnections subsequent to October 31, 1976. Customers taking service under this rate schedule are responsible for paying both Distribution Service and Stranded Cost.

RATES

|                        |                   |
|------------------------|-------------------|
| DISTRIBUTION SERVICE   | \$0.04506 per kWh |
| STRANDED COST          | \$0.01565 per kWh |
| TRANSMISSION SERVICE   | \$0.03399 per kWh |
| TOTAL DELIVERY SERVICE | \$0.09470 per kWh |

TRANSMISSION SERVICE

The Transmission Service rate shown in this rate schedule is for information purposes only. The Company's Transmission Service rates are subject to the jurisdiction of the Federal Energy Regulatory Commission and are subject to change pursuant to the Company's Open Access Transmission Tariff or other authorized procedure established by the Federal Energy Regulatory Commission.

CONSERVATION CHARGE

As of December 1, 2016, the conservation assessment charge is \$0.00395/kWh and is included in the per kWh charges for distribution rates set forth above.

LATE PAYMENT CHARGE

A late payment charge in accordance with Section 4-F of the Terms and Conditions shall apply to customers taking service under this rate.