201 S Ave F, Johnson City, TX 78636

Open Session of this Regular Meeting is held in the PEC Auditorium and recorded in accordance with Board Meetings Policy. Members may watch this meeting by live stream from the PEC website at https://pec.legistar.com/Calendar.aspx.

Call to Order and Roll Call

9:00 AM Meeting called to order on January 17, 2025, at PEC Headquarters Auditorium, 201 South Avenue F, Johnson City, TX.

The following agenda items may be considered in a different order than they appear.

Safety Briefing

Adoption of Agenda

Consent Items

1. 2025-001 Friday, December 20, 2024 - Regular Meeting Minutes

Attachments: 2024-12-20 OS Meeting Minutes.pdf

Cooperative Monthly Report

2. 2025-002 Cooperative Update - J Parsley/A Stover/R Kruger/N Fulmer/J Urban

Attachments: January 2025 Cooperative Update_v4 w COO-D, GC, CFO

Member Comments (3-minute limitation or as otherwise directed by Board)

3. 2025-003 Member Comments

Attachments: Decorum Policy.pdf

Action Items / Other Items

4. 2025-022 Resolution - Consideration of 2025 NRECA Annual Membership Dues - J

Parsley

Attachments: NRECA Distribution Membership Dues Invoice.pdf

5. 2025-004 Resolution - Consideration of TEC 2025 Annual Membership Dues - J

Parsley

Attachments: TEC 2025 Annual Membership Due Invoice.pdf

6. 2025-005 Resolution - Approval of 2025 Key Performance Indicators Plan - E

Dauterive

<u>Attachments:</u> 2025 KPI Plan Final Revisions Presentation 2025-005 Final

2025 KPI Plan - 2025-005 - Final

7.	2025-006	Resolution - Approval of Tariff and Business Rules - Amendments - C Powell/A Stover
	<u>Attachments:</u>	Tariff & Business Rules Annual Updates - 2025-006 - Final Tariff and Business Rules - Redline for EOY Annual Review - 2025-006 Tariff and Business Rules - Draft for EOY Annual Review - CLEAN - 2025-006
8.	2025-007	Resolution - Approval to Amend Tariff and Business Rules - Base Power Charge, Sustainable Power Credit, Service Availability Charge & Delivery Charge, Single & Three-Phase Rates, Lamp Charges - W Symank/R Kruger
	Attachments:	2025 Rate Resolutions Final 2025-007.pdf Tariff Language Redline - Tariff and Business Rules - Base Power Charge 2025-007 FINAL.pdf Tariff Language Clean - Tariff and Business Rules - Base Power Charge 2025-007 FINAL.pdf Tariff Language Redline - Tariff and Business Rules - Sustainable Power Credit 2025-007 FINAL.pdf Tariff Language Clean - Tariff and Business Rules - Sustainable Power Credit 2025-007 FINAL.pdf Tariff Language Redline - Tariff and Business Rules - Delivery and Service Availability Charges 2025-007 FINAL.pdf Tariff Language Clean - Tariff and Business Rules - Delivery and Service Availability Charges 2025-007 FINAL.pdf Tariff Language Redline - Tariff and Business Rules - Small Power Three Phase 2025-007 FINAL.pdf Tariff Language Clean - Tariff and Business Rules - Small Power Three Phase 2025-007 FINAL.pdf
9.	2025-009	Resolution - Approval of Whitestone T1 and T2 Upgrade Construction Contract - J Greene
	Attachments:	Whitestone Substation T1 and T2 Upgrade Construction Contract 2025-009 Final
10.	2025-010	Resolution - Approval of Lago Vista T3 Substation Construction Contract Amendment - J Greene
	Attachments:	Lago Vista T3 Substation Construction Contract Amendment 2025-010 Final
11.	2025-012	Draft Resolution - Review and Approval of Capital Credits Policy - K Jones
	Attachments:	Capital Credits Policy 2025-012-Draft v3.pdf Capital Credits Policy - Redline - 2025-012.pdf Capital Credits Policy - Clean - 2025-012.pdf
12.	<u>2025-013</u>	Draft Resolution - Review and Approval of the Decorum Policy - A Stover
	<u>Attachments:</u>	Decorum Policy - 2025-013 - Final Decorum Policy - Redline - 2025-013 - Final (Comparison to Original) Decorum Policy - Clean - 2025-013 - Final
13.	2025-014	Draft Resolution - Approval for Directing the General Counsel to Prepare 2025 Proposed Non-Director Election Ballot Matter(s) - M Butler
	Attachments:	2025 Non-Director Election Ballot Matters - 2025-014 Final v2
14.	<u>2025-015</u>	Draft Resolution - Approval of Appointments to 2025 Qualifications and Elections Committee - M Butler
	Attachments:	2025 QEC Appointment - 2025-015 Final v2

15. 2025-016 2025 Election Timeline Monthly Update - A Stover (Written Report in Materials) 2025 Election Timeline Final Board Approved 122024 2025-016.pdf Attachments: Proposed Future Items / Meetings (subject to final posting) 16. 2025-017 **List of Board Approved Future Meetings** 2025 Board Meeting Calendar.pdf Attachments: 17. <u>2025-018</u> **Board Planning Calendar (Written Report in Materials)** Annual Board Planning Calendar.pdf Attachments: 3-Month Outlook.pdf **Recess to Executive Session Executive Session - Legal Matters** 18. 2025-019 Matters in Which the Board Seeks the Advice of Its Attorney as Privileged Communications in the Rendition of Professional Legal Services 19. 2025-031 2025 Texas Legislative Matters - J Urban 20. 2025-020 Litigation and Related Legal Matters - A Stover 21. 2025-021 Resolution - Approval of Authorization for Initiation, Settlement, or Disposition of Litigation Matter(s) - A Stover **Executive Session - Contract and Competitive Matters** 22. 2025-008 Draft Resolution - Approval of Construction Contract T358 Cedar Valley -Friendship 138kV Line - J Greene 23. 2025-023 Long-Term Distribution/Substation Capacity/Transmission Planning/Real Estate Update - J Greene/N Fulmer/C Powell 24. 2025-024 Update on Competitive ERCOT Regulatory Matters - C Powell/E Blakey 25. 2025-025 Markets Report - R Strobel/R Kruger **Executive Session - Real Estate Matters** 26. Resolution - Approval of Purchase of Land in Williamson County - C 2025-011 Powell 27. Resolution(s) - Approval of Capital Improvement Plan Budget 2025-027 Amendments for Real Property Acquisitions - C Powell **Executive Session - Safety and Security Matters**

Safety and Security Matters

2025-028

28.

3

Executive Session - Personnel Matters

29. <u>2025-029</u> Personnel Matters

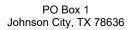
30. 2025-030 Review of 2025 Corporate Initiatives and CEO Action Items - J Parsley

Reconvene to Open Session

Items from Executive Session

Adjournment







File #: 2025-001, Version: 1

Friday, December 20, 2024 - Regular Meeting Minutes



Pedernales Electric Cooperative

PO Box 1 Johnson City, TX 78636

Meeting Minutes - Draft

Board of Directors

Friday, December 20, 2024

9:00 AM

PEC Headquarters Auditorium

201 S Ave F, Johnson City, TX 78636

Open Session of this Regular Meeting was held in the PEC Auditorium and recorded in accordance with Board Meetings Policy. Members may watch the recording from the PEC website at https://pec.legistar.com/Calendar.aspx.

Call to Order and Roll Call

This meeting was called to order at 9:02 a.m., on December 20, 2024, at the PEC Headquarters Auditorium, 201 South Avenue F, Johnson City, Texas.

Present: 7 - Director Milton Rister, President Emily Pataki, Secretary/Treasurer Mark Ekrut, Vice President Travis Cox, Director James Oakley, Director Paul Graf, and Director Amy Akers

Safety Briefing

President Emily Pataki provided the Safety Briefing.

Adoption of Agenda

The agenda was adopted as posted and without objection.

Cooperative Recognitions

1. Recognition of PEC True Blue Recipients and Member Service 2024-372

Appreciation Week - J Urban/D Evers

<u>Attachments:</u> Recognition of PEC True Blue Recipients and Member Service

Appreciation Week 2024-372.pdf

Ms. DeLisa Evers, Director, Member Relations, and Ms. Kelli Mann, Regional Member Relations Manager, announced the names of the PEC True Blue Recipients for Member Service Appreciation Week. The Board recessed the meeting from 9:08 a.m. to 9:14 a.m. for a photo opportunity with the recipients.

Consent Items

2. 2024-261 Friday, November 15, 2024 - Regular Meeting Minutes

Attachments: 2024-11-15 OS Meeting Minutes final.pdf

Without objection the items listed under Consent Items were approved by

general consent.

Cooperative Monthly Report

3. 2024-319 Cooperative Update - J Parsley/J Greene/C Powell/N Fulmer/R Kruger/J

Urban

Attachments: 2024-319 December Cooperative Update FINAL.pdf

Ms. Andrea Stover, General Counsel, Mr. Jonathan Greene, Chief Operations Officer - Transmission, Mr. Christian Powell, Chief Compliance Officer, Mr. Nathan Fulmer, Chief Operations Officer - Distribution, Mr. Randy Kruger, Chief Financial Officer, and Mr. JP Urban, Chief Administration Officer, presented a collaborative Cooperative Update.

Member Comments (3 minute limitation or as otherwise directed by Board)

4. 2024-338 Member Comments

Attachments: Decorum Policy.pdf

There were no members present.

Action Items / Other Items

5. 2024-369 Resolution - Approval of 2025 Election Timeline and 2025 Election Communications Plan - M Butler/C Tinsley Porter

Body: BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that pursuant to Sections 3.2 of the PEC Election Policy and Procedures, the Election Timeline in the form presented to the Board, and with any changes approved by the Board, is adopted as the 2025 Election Timeline and Communication Plan for the 2025 PEC Election; and

BE IT FURTHER RESOLVED that pursuant to Section 7.3 of the PEC Election Policy and Procedures, the Communications Plan in the form presented to the Board, and with any changes approved by the Board, is adopted as the 2025 Election Communications Plan for the 2025 PEC Election; and

BE IT FURTHER RESOLVED that the Chief Executive Officer, the General Counsel, or their designees, are hereby authorized to take all such action as may be necessary to implement this resolution and conduct the 2025 PEC Election.

Attachments: 2025 Election Timeline Final 2024-369.pdf

<u>UPDATED_Approval of 2025 Election Communications Plan 2024-369</u>
<u>FINAL.pdf</u>

Mr. Michael Butler, Corporate Counsel, presented the resolution and asked the Board for approval.

A motion was made by Secretary/Treasurer Ekrut, seconded by Director Akers, that this item be approved. The motion carried by the following vote:

Yes: 7 - Rister, Pataki, Ekrut, Cox, Oakley, Graf, and Akers

Board of Directors Meeting Minutes - Draft December 20, 2024

6. 2024-377 Resolution - Approval of Appointment of Members to the Plan Administration Committee - A Stover/A Alcazar

Body: NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS

OF THE COOPERATIVE that the Plan Sponsor hereby appointments the following persons to the Pedernales Electric Cooperative, Inc. Plan Administration Committee ("PAC"):

- Vance Hoy, Electrical Distribution Design & Planning Manager, (Operations), New Member.
- Craig Meador, Director, Regional Operations, (Operations), New Member.
- Seth Stoppelmoor, Cyber Security Manager, (Compliance & Regulatory), Existing Member. Each appointee shall commence service on the PAC effective as of the date he submits written acceptance of such appointment to the Chair of the PAC. Each appointee shall serve as a regular member of the PAC for the term of the appointment as outlined by the Board's Delegation of Authority, Composition, and Role of PEC Plan Administration Committee.

Attachments: PAC Member Update FINAL

PAC Statement of Responsibilities Rev 5 2024-377 Final.pdf

Ms. Adrienne Alcazar, Director, Human Relations, presented the resolution and asked the Board for approval.

A motion was made by Director Rister, seconded by Director Akers, that this item be approved. The motion carried by the following vote:

Yes: 7 - Rister, Pataki, Ekrut, Cox, Oakley, Graf, and Akers

7. 2024-334 Resolution - Approval of Construction Contract for La Cima Substation - J Greene

<u>Body:</u> BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE, that the Cooperative execute an agreement with Lambda Construction for the construction of La Cima Substation as described herein; and

BE IT FURTHER RESOLVED, that the Chief Executive Officer or designee is authorized to take all such actions as needed to implement this resolution.

Attachments: Construction Contract for La Cima Substation 2024-334 Final v1

Mr. Jonathan Greene, Chief Operations Officer - Transmission, presented the resolution and asked the Board for approval.

A motion was made by Vice President Cox, seconded by Secretary/Treasurer Ekrut, that this item be approved. The motion carried by the following vote:

Yes: 7 - Rister, Pataki, Ekrut, Cox, Oakley, Graf, and Akers

8. <u>2024-367</u> Resolution - Approval of Determination and Approval of Necessity and Public Use for Transmission Easement Acquisition for the Cedar Valley -

Friendship Line Upgrade (Engineering Project T358); and Authorization of the Cooperative to Use Eminent Domain to Acquire Property for the Cedar Valley - Friendship Line Upgrade - J Greene

Body: WHEREAS the Board of Directors of PEC, pursuant to the Texas Constitution and Texas Utilities Code, Section 161.125 and other applicable law, and Chapter 21 of the Texas Property Code, hereby finds that the Cedar Valley Friendship Project is for public use and in the public interest to acquire the interests in the Property through eminent domain proceedings.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that acquisition of the Property for installation, construction, operation, and maintenance and upgrade of the Cedar Valley Friendship Project and all necessary appurtenant facilities is for public use and in the public interest to ensure system reliability for its members and the electric grid for the State of Texas; and

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the Chief Executive Officer of the Cooperative or any person designated by her for such purpose, is authorized as an officer or agent of the Cooperative to engage third parties to perform professional services in connection with the Cedar Valley Friendship Project. The CEO or her designee is further authorized to make offers, negotiate, settle and agree on a purchase price for the necessary Property in such form and containing such terms and conditions as such officer or agent may deem necessary, appropriate, or desirable: and

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that if it is determined that an agreement as to the value of said Property, damages and/or compensation to be paid cannot be reached, then the General Counsel of the Cooperative or any attorney designated by her for such purpose, is authorized to file proceedings using the Cooperative's power of eminent domain to acquire interests in the Property, in order to allow the Cooperative to complete the Cedar Valley Friendship Project, and to perform and undertake all other proceedings necessary to complete the acquisition of the Property; and

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that it is the intent of the Board of Directors of the Cooperative that this resolution authorizes all processes and procedures for the acquisition or the condemnation of all Property required to complete the Cedar Valley Friendship Project; and

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the Chief Executive Officer of the Cooperative, the General Counsel or any persons designated by either of them for such purpose, is authorized as a duly authorized officer or agent of the Cooperative, to do any and all acts deemed by such officer in such officer's reasonable judgment to be necessary or appropriate in the best interests of the Cooperative to give effect to the foregoing resolution; and

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that all actions taken prior to the effective date hereof by the officers and duly authorized agents of the Cooperative, including, but not limited to, the delivery of any relevant document in the name of and on behalf of the Cooperative relating to any bona fide offer to the owners are hereby confirmed, ratified, and approved.

<u>Attachments:</u> T358 Cedar Valley - Friendship Easement Requirements 2024-367

Final v1

Mr. Jonathan Greene, Chief Operations Officer - Transmission, presented the resolution and asked the Board for approval.

A motion was made by Director Akers, seconded by Secretary/Treasurer Ekrut, that this item be approved. The motion carried by the following vote:

Yes: 7 - Rister, Pataki, Ekrut, Cox, Oakley, Graf, and Akers

9. 2024-368 Resolution - Approval of Construction Contract T587 Mountain Top - Blanco 138 kV Line - J Greene

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE, that the Cooperative execute an agreement with Axis Power for the construction of the T587 transmission line as described herein; and

BE IT FURTHER RESOLVED, that the Chief Executive Officer or designee is authorized to take all such actions as needed to implement this resolution.

Attachments: T587 Blanco to Mountain Top Project Summary - Construction 2024-368 Final v3

Mr. Jonathan Greene, Chief Operations Officer - Transmission, presented the resolution and asked the Board for approval.

A motion was made by Vice President Cox, seconded by Director Graf, that this item be approved. The motion carried by the following vote:

Yes: 7 - Rister, Pataki, Ekrut, Cox, Oakley, Graf, and Akers

10. 2024-366 Resolution - Approval of Capital Credits Distribution during Calendar Year 2025 - K Jones

Body: NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the Board of Directors after its review, discussion and evaluation of the Capital Credits Policy and the financial state of the Cooperative and fairness to its members and former members, with input from the Cooperative's Chief Financial Officer, has determined that capital credit retirements as described herein will not result in any adverse impact to the Cooperative;

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the Cooperative distribute and pay out General Capital Credit Retirements and Special Capital Credits Retirements in an amount not to exceed \$10,300,000 on or prior to January 31, 2025 as described herein to its eligible members as credits on electric bills, and to any former members or deceased estates who are entitled to a distribution of at least \$10.00 by check.

Board of Directors Meeting Minutes - Draft December 20, 2024

BE IT FURTHER RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the Chief Financial Officer of the Cooperative as designee of the Chief Executive Officer, or any other person designated for such purpose, is authorized as a duly authorized officer or agent of the Cooperative, for and in the name and on behalf of the Cooperative, to take actions necessary or appropriate in the best interests of the Cooperative to implement these resolutions.

Attachments: 2025 Capital Credits Distribution 2024-366 Final

Ms. Kat Jones, Controller, presented the resolution and asked the Board for approval.

A motion was made by Director Oakley, seconded by Secretary/Treasurer Ekrut, that this item be approved. The motion carried by the following vote:

Yes: 7 - Rister, Pataki, Ekrut, Cox, Oakley, Graf, and Akers

11. 2024-364 Draft Resolution - Approval of Tariff and Business Rules - Amendments - C Powell/A Stover

Body: BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the Cooperative approves the amendments to the Tariff and Business Rules as attached and presented this day, with such changes, if any, as were approved by the Board, to become effective March 1, 2025; and

BE IT FURTHER RESOLVED that the Chief Executive Officer, or designee, is authorized to take all such actions as needed to implement this resolution.

Attachments: Tariff Amendment Review 2024-364.pdf

Tariff and Business Rules - Redline for EOY Annual Review - 2024-364

<u>Tariff and Business Rules - Draft for EOY Annual Review - CLEAN - 2024-364</u>

Mr. Christian Powell, Chief Compliance Officer, presented the annual updates and said a final resolution will be presented to the Board for approval in January 2025.

12. 2024-341 Draft Resolution - Approval to Amend Tariff and Business Rules - Base Power Charge, Sustainable Power Credit, Service Availability Charge & Delivery Charge, Single & Three-Phase Rates, Lamp Charges - W Symank/R Kruger

Body: BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that it approves the amendments to the Cooperative's Tariff and Business Rules as attached hereto with such changes, if any, as were approved by the Board, to become effective upon Board approval, unless otherwise specified in the Tariff and Business Rules; and

BE IT FURTHER RESOLVED that the Cooperative approves the recission of the prior resolutions referenced herein with respect to the additions of lighting types to the Cooperative's Tariff and Business Rules and that all actions taken prior to the date herein by the officers and duly authorized agents of the

Cooperative in connection with such resolution, be ratified, confirmed, and approved; and

BE IT FURTHER RESOLVED that the Chief Executive Officer, or designee, is authorized to take all such actions as needed to implement this resolution.

Attachments: 2025 Rate Adjustments 2025-341 Final

Tariff Language Redline - Tariff and Business Rules - Base Power

Charge 2024-341 FINAL.pdf

Tariff Language Clean - Tariff and Business Rules - Base Power

Charge 2024-341 FINAL.pdf

<u>Tariff Language Redline - Tariff and Business Rules - Sustainable</u>

Power Credit 2024-341 FINAL.pdf

Tariff Language Clean - Tariff and Business Rules - Sustainable Power

Credit 2024-341 FINAL.pdf

Tariff Language Redline - Tariff and Business Rules - Delivery and

Service Availability Charges 2024-341FINAL.pdf

Tariff Language Clean - Tariff and Business Rules - Delivery and

Service Availability Charges 2024-341 FINAL.pdf

Tariff Language Redline - Tariff and Business Rules - Small Power

Three Phase 2024-341 FINAL.pdf

Tariff Language Clean - Tariff and Business Rules - Small Power Three

Phase 2024-341 FINAL.pdf

Mr. Randy Kruger, Chief Financial Officer, presented the 2025 rate adjustments and said a final resolution will be presented to the Board for approval in January 2025.

13. 2024-371 Draft Resolution - Approval of 2025 Key Performance Indicators Plan - E Dauterive

Body: BE IT RESOLVED BY THE BOARD OF DIRECTORS that the 2025 Key Performance Indicators Plan presented to the Board this day is approved; and

BE IT FURTHER RESOLVED that the Chief Executive Officer, or designee, is authorized to take all actions necessary to implement this resolution.

Attachments: 2025 KPI Plan Revisions final

Mr. Eddie Dauterive, Chief Strategy Officer, presented the 2025 Key Performance Indicators Plan Methodology. Mr. Dauterive said a final resolution will be presented to the Board for approval in January 2025.

14. 2024-378 Plan Administration Committee (PAC) Update - Bernie Dawson, Drew McCorkle, CAPTRUST Advisors

<u>Attachments:</u> Plan Administration Committee (PAC) Activity Report 2024-378 Final

Mr. Bernie Dawson, Lead Automation Engineer, and Chair of the Plan Administration Committee (PAC), introduced Mr. Drew McCorkle, Senior Vice President and Financial Advisor, CAPTRUST Advisors, who presented the PAC activity report.

Proposed Future Items / Meetings (subject to final posting)

15. 2024-363 **List of Board Approved Future Meetings**

Attachments: 2025 Board Meeting Calendar.pdf

President Emily Pataki stated that the Board approved meeting dates were included in the meeting materials.

16. 2024-379 **Board Planning Calendar (Written Report in Materials)**

Attachments: Annual Board Planning Calendar.pdf

3-Month Planning Calendar.pdf

President Emily Pataki stated that the planning calendars were included in the meeting materials.

Recess to Executive Session

President Emily Pataki announced the items to be discussed in Executive Session and at 10:41 a.m., stated the Board would go into Executive Session.

Executive Session - Legal Matters

17.	<u>2024-380</u>	Matters in Which the Board Seeks the Advice of Its Attorney as Privileged Communications in the Rendition of Professional Legal Services
18.	2024-370	2025 Texas Legislative Matters - J Urban
19.	<u>2024-381</u>	Litigation and Related Legal Matters - A Stover
20.	<u>2024-382</u>	Resolution - Approval of Authorization for Initiation, Settlement, or Disposition of Litigation Matter(s) - A Stover

Executive Session - Contract and Competitive Matters

	2024-339	Resolution - Approval to Amend 2024 Capital Improvement Plan (CIP) for Category Level Distribution Projects - A Murosko
22.	2024-352	Draft Resolution - Approval of Construction Contract T358 Cedar Valley - Friendship 138kV Line - J Greene
23.	<u>2024-376</u>	Draft Resolution - Approval of Construction Contract for Whitestone T1 and T2 Upgrade - J Greene
24.	<u>2024-365</u>	Draft Resolution - Approval of Lago Vista T3 Substation Construction Contract Amendment - J Greene
25.	<u>2024-383</u>	Markets Report - R Strobel/R Kruger
26.	<u>2024-384</u>	Update on Competitive ERCOT Regulatory Matters - C Powell/E Blakey

Executive Session - Real Estate Matters

27.	<u>2024-385</u>	Draft Resolution - Approval of Purchase of Land in Williamson County - C
-----	-----------------	--

Powell

28. 2024-386 Resolution(s) - Approval of Capital Improvement Plan Budget

Amendments for Real Property Acquisitions - C Powell

Executive Session - Safety and Security Matters

29. 2024-387 Safety and Security Matters

Executive Session - Personnel Matters

2024-362 Resolution - Review of 2024 Corporate Initiatives and CEO Action Item
--

with Consideration of Performance Bonus - T Cox

31. 2024-373 Review of 2025 Corporate Initiatives and CEO Action Items - J Parsley

32. 2024-388 Personnel Matters

Reconvene to Open Session

At 2:13 p.m., the Board reconvened to the Open Session meeting. Mr. Milton Rister, Director, District 1, was not present.

Present: 6 - President Emily Pataki, Secretary/Treasurer Mark Ekrut, Vice President Travis Cox,

Director James Oakley, Director Paul Graf, and Director Amy Akers

Absent: 1 - Director Milton Rister

Items from Executive Session

21. 2024-339 Resolution - Approval to Amend 2024 Capital Improvement Plan (CIP) for Category Level Distribution Projects - A Murosko

Body: BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the Cooperative adopt the 2024 Amended Capital Improvement Plan (CIP) Budget as presented this day; and

NOW THEREFORE BE IT RESOLVED that the Chief Executive Officer, or designee, is authorized to take such actions as needed to implement this resolution.

A motion was made by Secretary/Treasurer Ekrut, seconded by Director Oakley, that this item be approved. The motion carried by the following vote:

Yes: 6 - Pataki, Ekrut, Cox, Oakley, Graf, and Akers

Absent: 1 - Rister

30. 2024-362 Resolution - Review of 2024 Corporate Initiatives and CEO Action Items with Consideration of Performance Bonus - T Cox

Body: WHEREAS the CEO's performance bonus is based on the current year's goals and objectives; and

WHEREAS the Board of Directors conducted its annual performance bonus evaluation of the CEO this day;

NOW THEREFORE BE IT RESOLVED BY THE BOARD OF DIRECTORS that the CEO's performance bonus is approved as discussed this day in Executive Session.

A motion was made by Vice President Cox, seconded by Secretary/Treasurer Ekrut, that this item be approved. The motion carried by the following vote:

Yes: 6 - Pataki, Ekrut, Cox, Oakley, Graf, and Akers

Absent: 1 - Rister

Adjournment

There being no further business to come before the Board of the Directors, the meeting adjourned at 2:15 p.m.
Approved:

Mark Ekrut, Secretary	_
Emily Pataki President	_



Pedernales Electric Cooperative

File #: 2025-002, Version: 1

Cooperative Update - J Parsley/A Stover/R Kruger/N Fulmer/J Urban

Submitted By: Julie Parsley

Department: Chief Executive Officer



Cooperative Update

Julie C. Parsley I Chief Executive Officer
Andrea Stover I General Counsel
Nathan Fulmer I Chief Operations Officer — Distribution
Randy Kruger I Chief Financial Officer
JP Urban I Chief Administrative Officer



Winter Weather Report

Julie C. Parsley I Chief Executive Officer
Nathan Fulmer I Chief Operations Officer — Distribution

1. Winter Weather Report

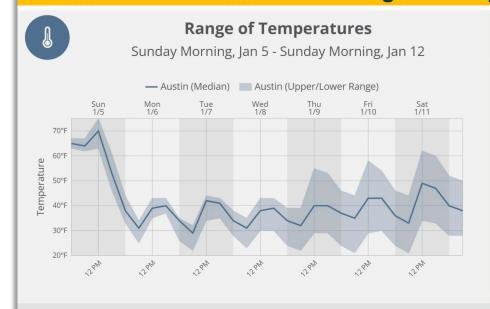
PEC Team Prepared for Winter Challenges

- PEC staff began monitoring weather patterns December 30, taking action with early preparations, and releasing staff and member communications by Friday, January 3
- On January 5, ERCOT issued a Weather Watch from January 6-10 due to forecasted cold weather and potential precipitation across the ERCOT market, plus anticipated higher electric demand, and the potential for lower reserves



Situation Report Friday, January 3, 2025 12:32 PM

Austin and San Antonio Range of Temperatures



Additional Details



- Prolonged period of cold temperatures through next
- Sub-freezing temperatures temperatures likely rising to above freezing in the
- Precipitation type mid to timing and extent of subfreezing temperatures

What To Do:

- · Keep up to date with the forecast
- Protect the 4 P's of Cold Weather! People, Pets, Plants, and Pipes

1. Winter Weather Report

PEC Team Prepared for Winter Challenges

- Maintenance, construction, contract, vegetation, and ground-clearing crews on standby Wednesday and Thursday, January 8-9
- Contact centers fully staffed and prepared to respond
- Communications prepped in advance
- Non-event for PEC's service area —cold temperatures with rain
- Excellent opportunity to develop muscle memory and prepare for future events





Julie C. Parsley I Chief Executive Officer

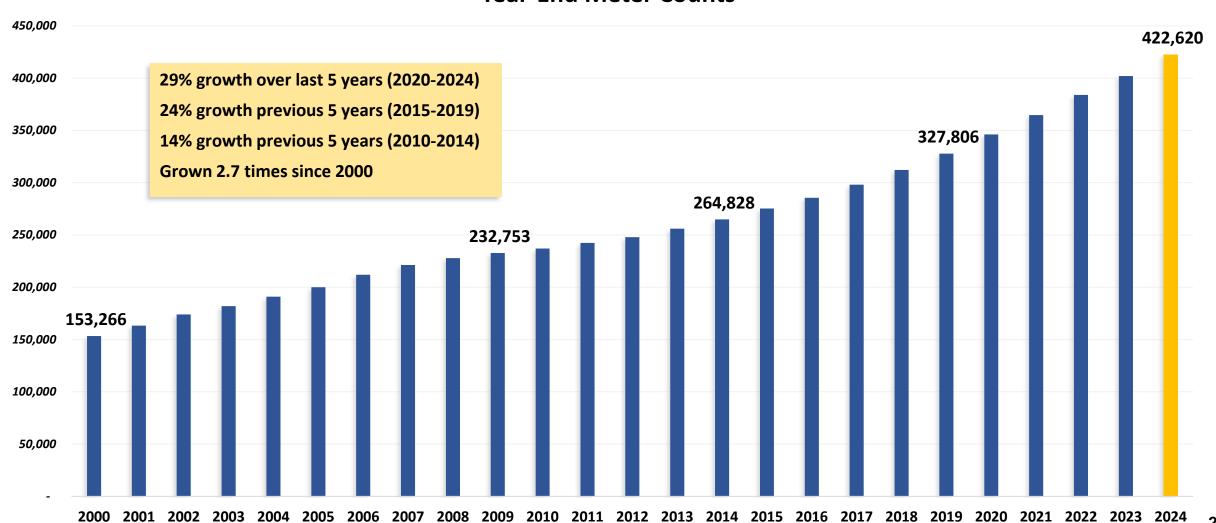
2024 Cooperative Highlights

- PEC proudly took operational control of our transmission assets last spring
 - Huge milestone for PEC—allows more visibility into ERCOT activities plus increased control over our assets, maintenance, and day-to-day management
- Completed 3.5-year AMI deployment, installing more than 400,000 meters in total across service area
- Reestablished Johnson City District to serve needs of growing communities



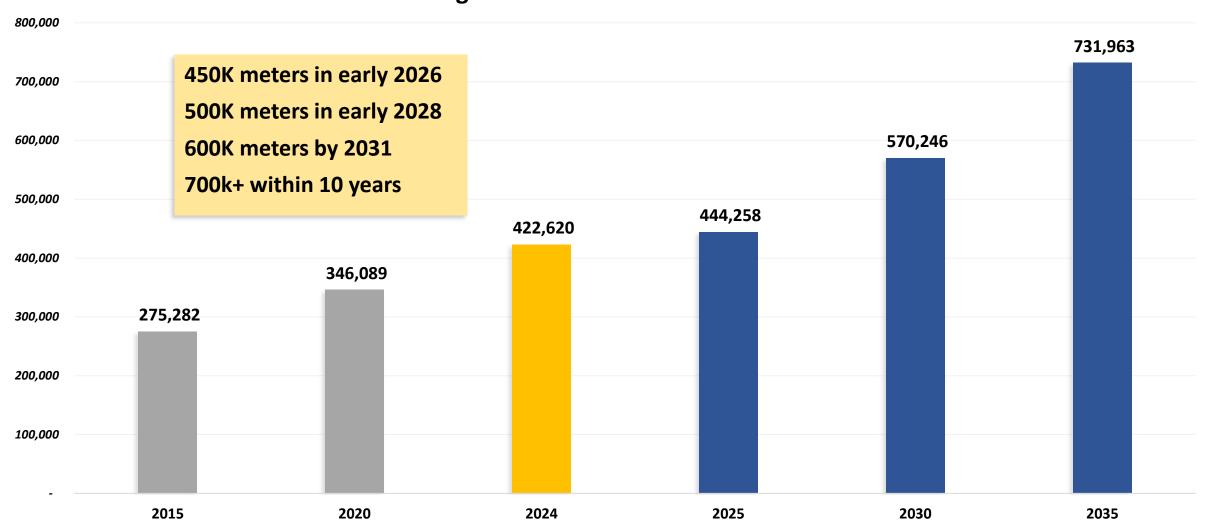
Looking Back at Steady Meter Growth

Year-End Meter Counts



Anticipated Growth Moving Forward

Continuing at a 5.12% Growth Rate Year-to-Year



2024 Staff Accomplishments

- PEC's Rodeo Team shined brightly
 - 26 total awards this rodeo season
 - Zach Gough, three-time first place overall apprentice
- 12 Member Relations staffers achieved True Blue status, recognizing their outstanding skills and approach with members
- Jerry Bible and Michael Brinkman were invited by ERCOT to present at the ERCOT Transmission Service Provider (TSP) Winter Weather Preparedness Workshop
 - Program recognized as best-in-class





2. CEO Report

PEC Recognized as a Top Workplace





Legislative Update

- Session began Tuesday, January 14
- PEC staff is closely monitoring issues
- Senate Special Committee released interim report following Hurricane Beryl investigation, including their findings and recommendations to the Legislature
- Senate Business and Commerce Committee released their interim report, which includes topics studied during the interim and recommendations
- More information to come re: Speaker and bill filing



2. CEO Report

Regulatory Update: PUC and ERCOT

- The Commission announced beginning this month it is accepting applications for Texas Energy Fund completion bonus grants
 - Grants are available to new dispatchable generation of at least 100 MW located in the ERCOT market
- More information to come the week of January 13

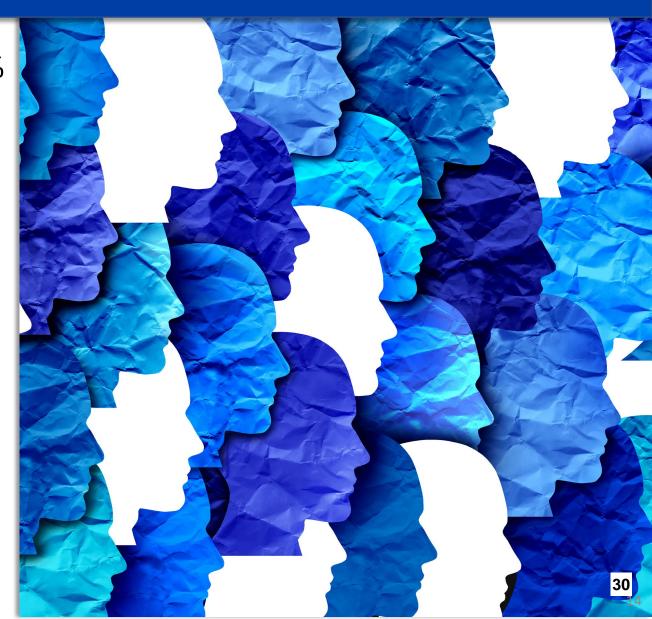




January Special Report Andrea Stover I General Counsel

2024 HR and Legal Highlights

- Processed ~9,500 applications nearly 50% increase over 2023
- Onboarded 129 new employees
- Provided nearly 42,000 hours of staff training, plus 5,100+ hours for leadership
- Revamped onboarding and performance appraisal programs
- Reviewed 569 contracts and 186 easements
- Assisted with 3 real estate sales and 5 purchases
- Imaged 1,200+ historical documents as part of Board meeting minutes imaging project

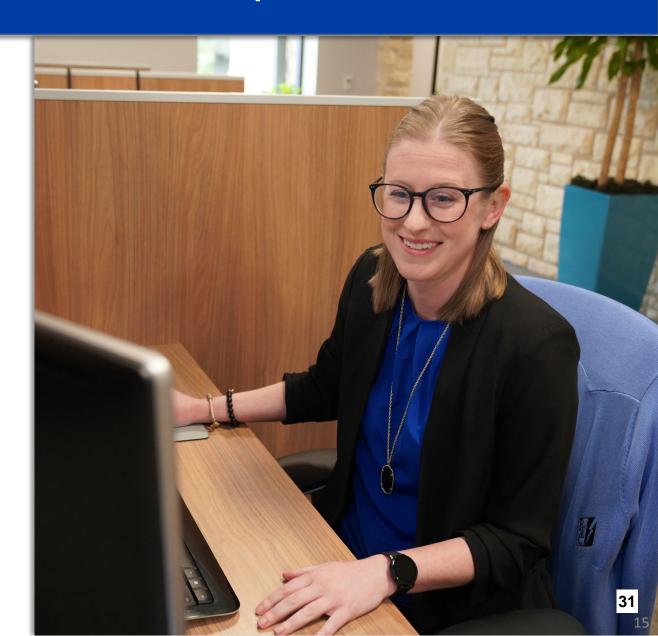


3. January Special Report

2025 PEC Professional Development

All-Employee Training

 More information to come the week of January 13.



Watt Awards: What Are They?

 More information to come the week of January 13.



2025 Self Funding Plan

Summary of Benefits

& Coverage (SBC)

 More information to come the week of January 13.



- Cost
- Fixed Costs
- Claims
- Stop-Loss Insurance
- •Funding/Billing
- Patient Centered

Outcomes Research Institute Fee (PCORI)

Compliance

- Health Insurance Portability and accountability Act of 1996 (HIPAA)
- Affordable Health Care Act (ACA)
- •Form 1094-B: Insurance provided
- •Forms 1094-C: Employer provided

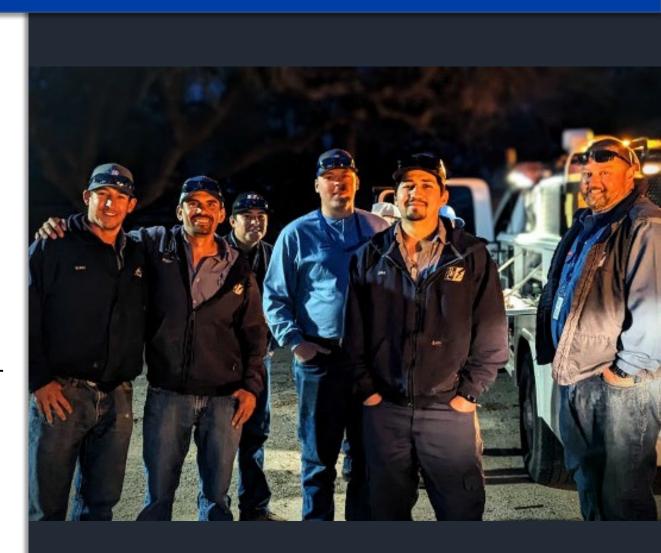


Operations Report Nathan Fulmer I Chief Operations Officer Distribution

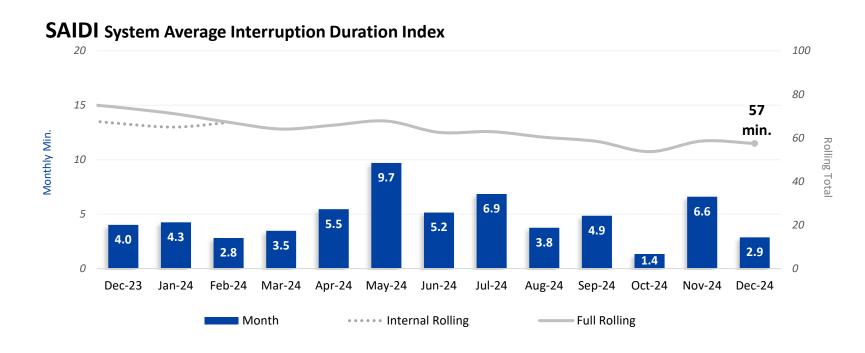
4. Distribution Operations Report

2024 Operations Highlights

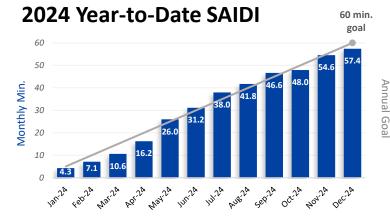
- Completed 22,323 line extensions
- Built more than 595 miles of new line
- Added 20,583 new meters
- Substation maintenance completed more than 2,000 work orders
- Technical services inspected 1,720 pieces of field equipment
- Pole Testing & Treatment (PTT) inspected 43,000+ poles
- Restored nearly 4,000 URD pads
- Managed targeted pruning of 22,000+ spans of line
- Drove 6.12 million miles

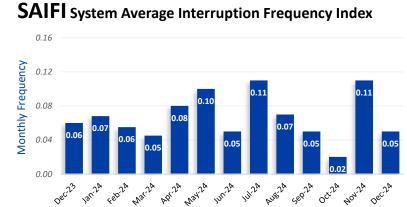


Reliability

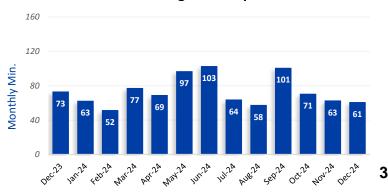




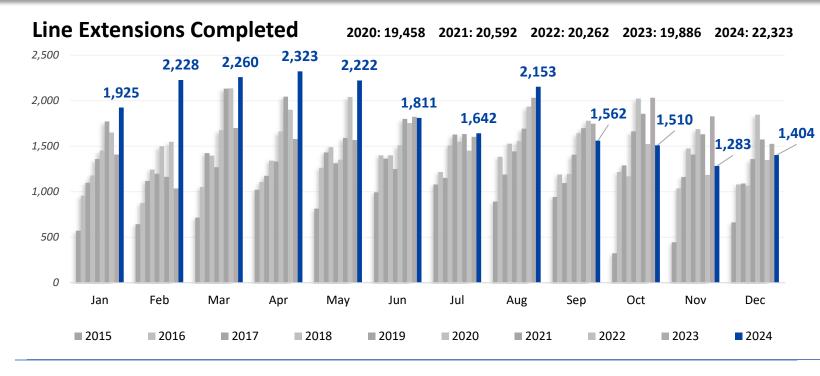




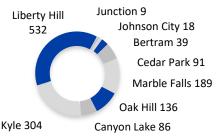




System Growth



Line Extensions Per District (1,404)

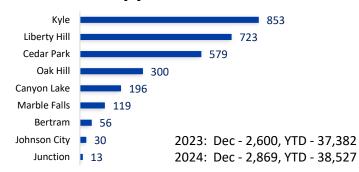


Miles of Distribution Line:

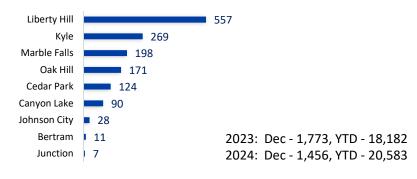
Overhead: 17,797 (70%) Underground: 7,772 (30%) Total: 25,569



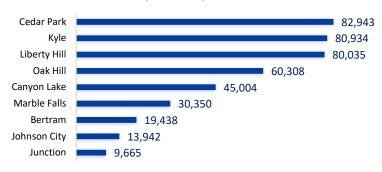
Member Applications (2,869)



Meter Growth (1,456)



Meter Totals (422,620)

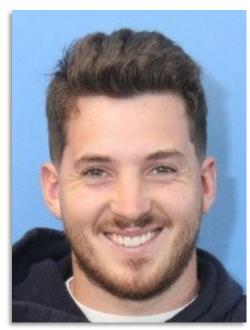


Safety + Technical Training Update

Department Highlights

- Completed one journeyworker assessment
- Conducted two preemployment assessments
- Finished a Year Three class with eight apprentices
- Hosted apprentice orientation with more than new 30 apprentices

Training Spotlight



Andrew Cox
Lineworker
Apprentice 2
Johnson City



Lineworker
Apprentice 4
Johnson City

Apprentices Andrew and James were outstanding during the recent visit from leaders at the **Public Utility** Commission. They used their skills to help the training team set up and breakdown the mobile TransBanker. Throughout the demonstration, they went above and beyond by safely facilitating bucket rides.



December 2024 Financial Report

Randy Kruger I Chief Financial Officer

Financial Highlights

TO BE UPDATED 1/15

\$2.2 Billion in Assets

\$878 Million in Revenues

\$201 Million in Cash Flow

In creased Margins

Spring - Fall

Temperatures
exceeded weather
normal leading to
increased KWH
and Gross Margins

Im proved Cash Flows

July - Dec

Lower cost to serve load leading to increased cash flows

CP Program
Expansion

November

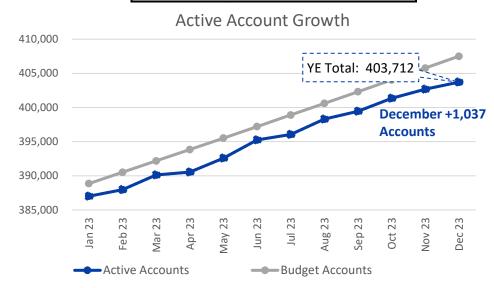
Commercial Paper program increased by \$100M changing capacity to \$300M

5. Financial Report

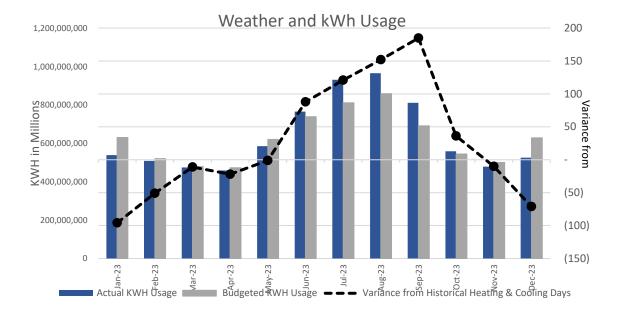
Finance at a Glance – December 2024

TO BE UPDATED 1/15

	YTD (\$ in millions)							
		Actual Budget				Variance Favorable (Unfavorable)		
MWH Sold		7,599,042		7,491,989		107,053		
Gross Margins	\$	368.9	\$	353.7	\$	15.2		
Net Margins	\$	57.8	\$	25.1	\$	32.7		
EBIDA	\$	190.9	\$	178.8	\$	12.1		
Revenue O/(U)	\$	10.6	\$	3.7	\$	6.9		
EBIDA(X)	\$	201.4	\$	182.6	\$	18.8		



	Liqu	uidity Coverage
Cash & Marketable Securities	\$	9,387,692
Short Term Facilities		505,000,000
Less: Short Term Borrowings		84,805,208
Available Liquidity	\$	429,582,484
Liquidity Coverage (Days)		221]



5. Financial Report

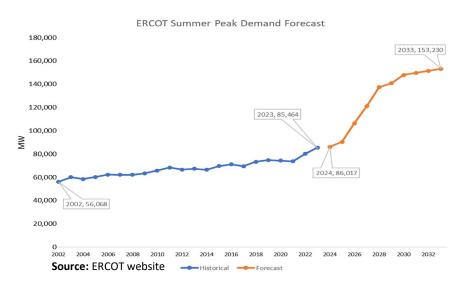
2024 Finance Highlights

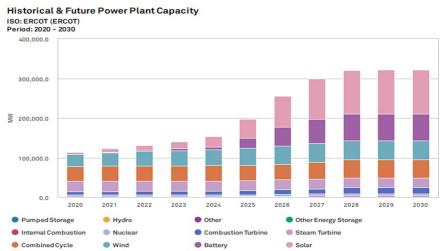
- Automated remit processes
- Modernized power procurement process and policies
- Revamped procurement policy and process to improve staff experience and streamline agreements
- Expanded commercial paper program increasing by \$100M
- Completed cost-of-service study
- Moved to self-funded medical
- Fitch reaffirmed AA- credit rating



Power Markets Update: The Load vs. Generation Growth Race

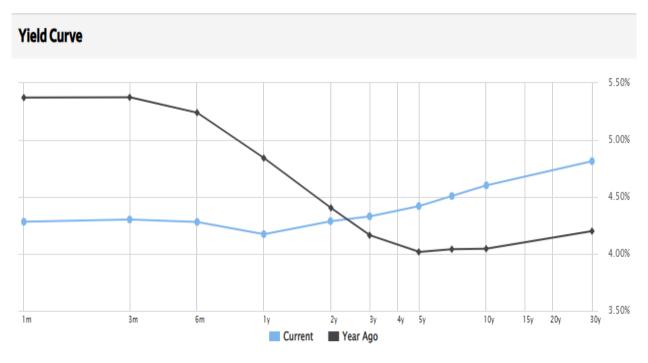
- In 2024 ERCOT released load projections showing load growing to nearly 150 GW by 2030.
- There are also substantial battery and renewable generation additions in various stages of planning within ERCOT.
- The winner between the load growth and renewable/battery growth race will have a significant impact on prices.
- In 2024, 7 GW of solar and 5 GW of batteries were added, winning the growth race and keeping prices and costs to serve load low for PEC.
- In 2025 and beyond, the market is betting for load growth to win the race, increasing forward power cost and raising our projections for future power supply costs. This impacts PEC's base power rate for 2025.





Financial Markets Update

- The Federal Reserve began cutting short-term rates in 2024. Despite this, long-term rates have increased.
- The yield curve has returned to its normal upward sloping posture, which incentivizes PEC to hold more debt on the short end of the curve.
- Commercial paper capacity added in 2024 will allow PEC to better take advantage of the spread between short-term and long-term interest rates.



Source: The Wall Street Journal December 6, 2025



Community and Member Engagement JP Urban I Chief Administrative Officer

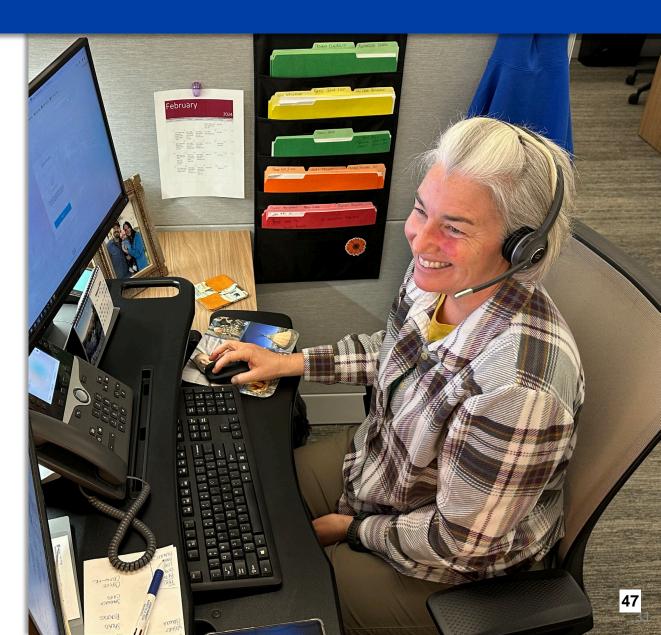
2024 Member and Technology Highlights

- Hosted three Member Appreciation events
- Funded nine grants worth more than \$38,000
- Enrolled more than 4,500 members in Power of Change — now more than 8% of membership
- Launched advanced KUBRA outage map
- Migrated website to new MyPEC.com
- Completed data warehouse setup, including loading 97 billion records
- Reorganized technology team structure
- Supported build-out and go-live of transmission hand off



2024 Member Relations Report

- Consolidated into two primary contact centers: Marble Falls and Oak Hill
- Conducted 7 online and 22 in-person trainings, plus 265 one-on-one development sessions
- Reviewed 4,700 calls for continued staff development and member satisfaction
- Handled 268,314 member calls and engaged in 14,657 member chat sessions
- Assisted with 78,000+ applications over the phone; 26,000+ completed online



Give High Bills the Cold Shoulder

- PEC's proactive tips and conservation messaging helped members weather through the recent cold snap
- Early promotion of energy-saving tips in November and December
- Pushed timely tips during live interview with KVUE
- Continue keeping winter bills low:
 - Keep thermostats around 68 degrees
 - Make small 1-2 degree adjustments to avoid costly emergency and auxiliary heat!



Apply for a PEC Scholarship

- Apply for a PEC Scholarship between February 3 and March 22!
- Open to graduating seniors and adults continuing their education
- Scholarships can be used toward a university, tech, or trade school degree
- PEC has proudly provided scholarships since 1999
- Scholarships are funded 100% through unclaimed property returned to PEC by the state





Appreciation and Look Ahead

7. Appreciation and Look Ahead

Employee Shoutouts*



Clarissa Torres
Member Relations
Analyst
Oak Hill



Jennifer
Roberts
Member Relations
Agent
Marble Falls



Ashley Rivers
Member Relations
Analyst
Marble Falls



Michael
Gonzalez
Regional Operations
Supervisor
Oak Hill



Sam Castro Journeyworker Oak Hill



PEC Offices Closed Monday, January 20

- PEC crews will be on standby
- Text "Outage" to 25022
- Report outages 24/7 online or by calling 888-883-3379
- Make a payment 24/7 online, on the SmartHub app, or call 855-938-3589





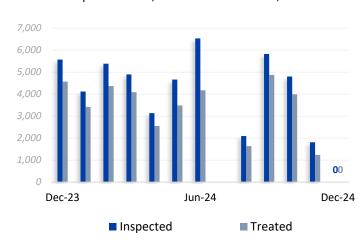
Appendix Pages

Distribution Maintenance

Pole Testing & Treatment (PTT)

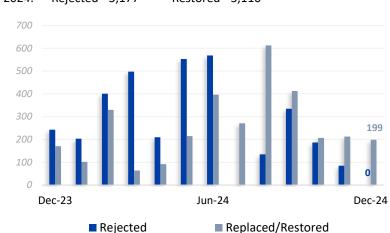
Poles Inspected & Treated

2023: Inspections - 51,921 Treated - 40,196 2024: Inspections - 43,271 Treated - 33,916



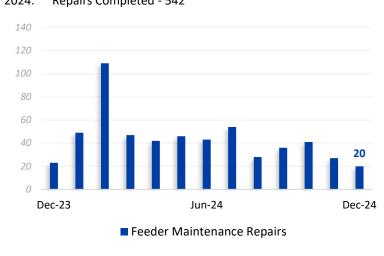
Poles Rejected & Replaced/Restored

2023: Rejected - 1,177 Restored - 1,070
 2024: Rejected - 3,177 Restored - 3,116



UAV Inspection Maintenance Items

2023: Repairs Completed - 247 2024: Repairs Completed - 542

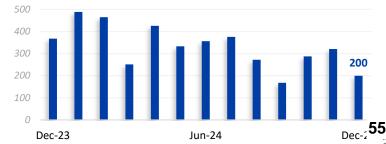


Vegetation Management LiDAR Assessment Audits Completed:

Туре	Dec '23	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec '24
C&D WUI Ph 3	131	269	217	218	147	101	114	48	60	159	103	182	11
C&D WUI Ph 1	681	1,031	1,363	1,288	754	743	548	170	307	585	546	384	317
C&D Other Ph 3	91	125	286	321	207	121	135	91	152	168	140	217	137
C&D Other Ph 1	522	520	1,164	1,204	1,037	744	712	304	456	820	940	1,445	1,101
All C&D	1,425	1,945	3,030	3,034	2,148	1,711	1,510	613	976	1,732	1,730	2,228	1,667

Underground Equipment

2022: Pad Restorations - 3,540 2023: Pad Restorations - 3,944



39

2023: 1,178

Dec-23

Distribution Maintenance

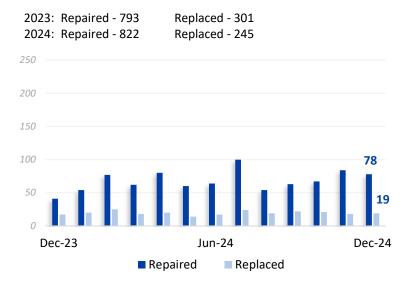
Technical Services

Equipment Inspections

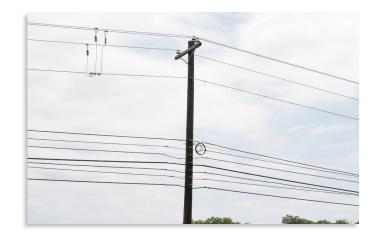
2024: 1,720 250 150 100

Jun-24

Equipment Repaired & Replaced



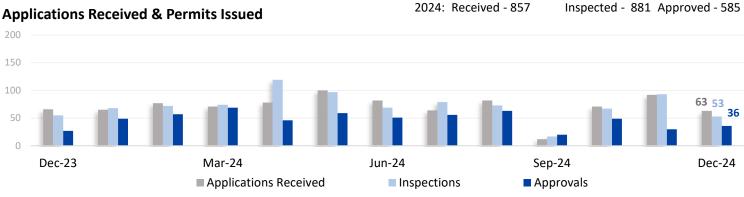




Pole Contacts

Dec-24

Applications Received & Permits Issued



4. Distribution Operations Report

Planning Engineering Projects

Project	Completion	Percent Complete
2024 CIP Project Maps	Feb 2024	100%
PEC System Arc Flash	Feb 2024	100%
Load Projections Study	Mar 2024	100%
Capacitor Settings	Mar 2024	100%
4CP Study	Apr 2024	100%
Summer Contingency	May 2024	100%
UFLS Study	Jul 2024	100%
CIP (1st draft) Study	Jul 2024	100%
2 Year System Protection Coordination Review	Jul 2024	100%
CIP (Final) Study	Aug 2024	100%
Mock UFLS Study	Dec 2024	100%
Winter Contingency	Dec 2024	100%

4. Distribution Operations Report

Facilities

Large Project Updates

Liberty Hill Fuel Island

Project completed in November.

Johnson City - Haley Road

Laydown yard and truck canopies completed with electrical, security cameras, and signage.

Junction

Contract pending completion with mobilization in December for site work, fencing, new entrance, Fleet building, and warehouse expansion. Forecasted completion in September 2025.

Marble Falls

Perimeter fence and new gate completed. Reviewing RFP responses for fuel island. Forecasted completion in Q2 2025.

Johnson City - HQ

Construction complete with furniture delivery in December, staff now occupying new spaces.







Facility Management Metrics

PEC Facilities staff completed 2090 work orders YTD.

	Goal	2024	2023
Avg Response Time	< 1 day	.15 days	.21 days
Completed On-Time	> 90%	70%	84%
Proactive Work Orders	> 80%	92%	96%
Satisfaction Rating	> 95%	88.5%	97.3% 5

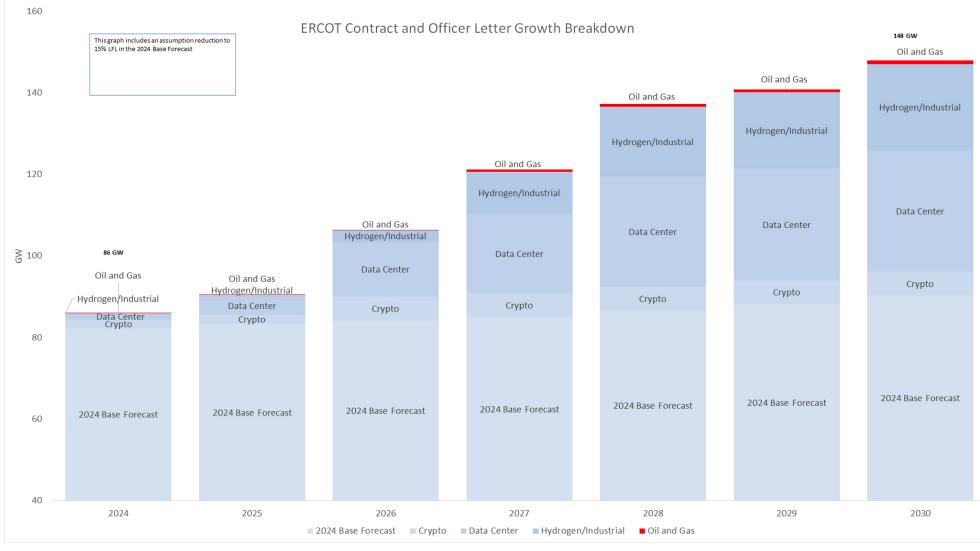


Appendix to December 2024 Financial Presentation to the Board

Randy Kruger | Chief Financial Officer

5. Financial Report

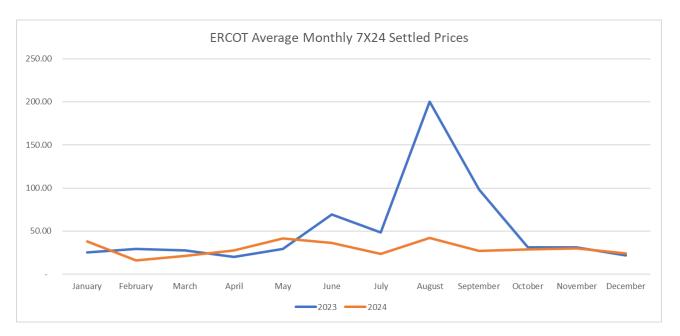
ERCOT Large Load Growth

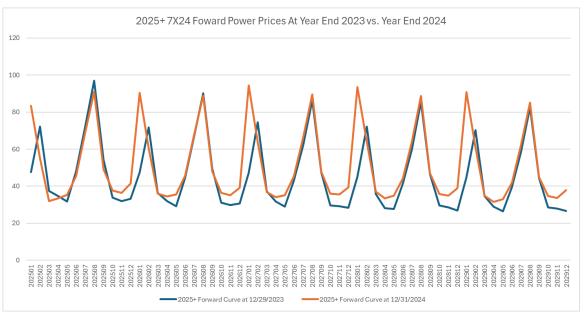


Source: ERCOT website

5. Financial Report

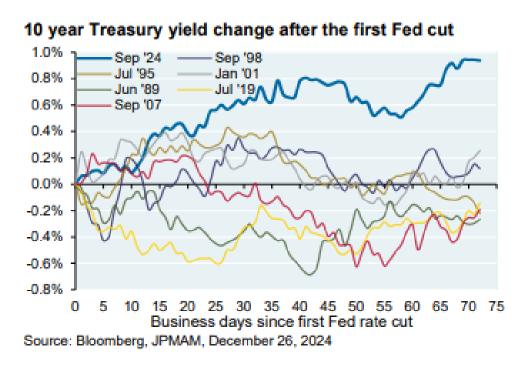
2023 vs. 2024 ERCOT Prices

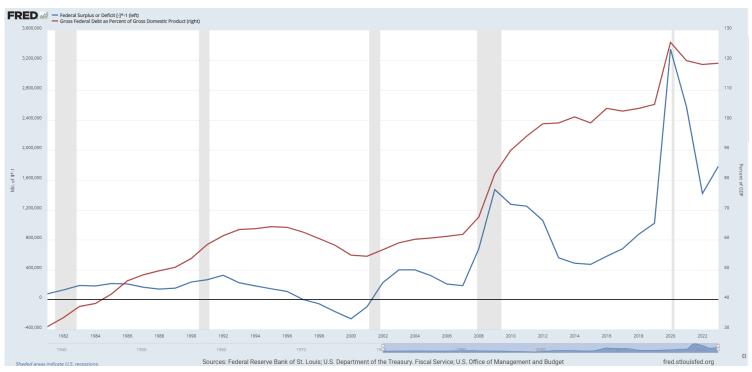




- Settled prices in 2024 were lower than 2023 due to milder weather and flat load growth, along with the addition of 7GW of solar and 5GW of batteries.
- Forward markets are pricing in more scarcity on the expectation of load growth outpacing generation additions, especially in the winter and shoulder months.

10-Year Treasury Yields are Increasing



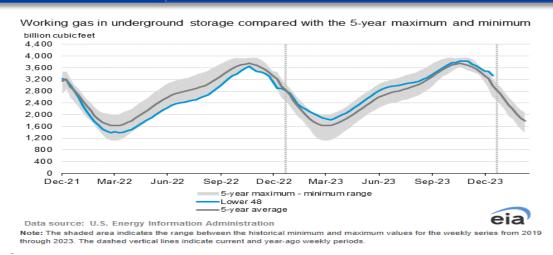


- In the past seven Federal Reserve rate cutting cycles, 10-year treasury yields have stayed flat or declined. This is the first rate cutting cycle where rates have dramatically increased.
- Record levels of deficit spending (\$1.8 trillion) and debt to GDP ratios north of 100% crowd out non-governmental debt issuers, are stimulative to the economy, and keep inflation and interest rates high.

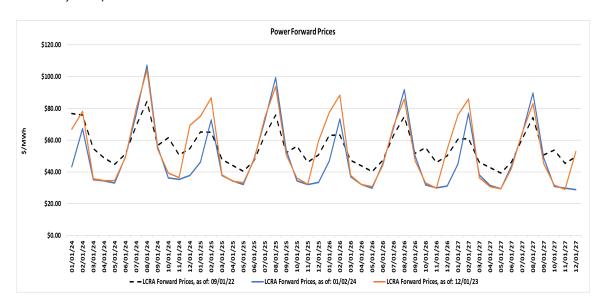
5. Financial Report

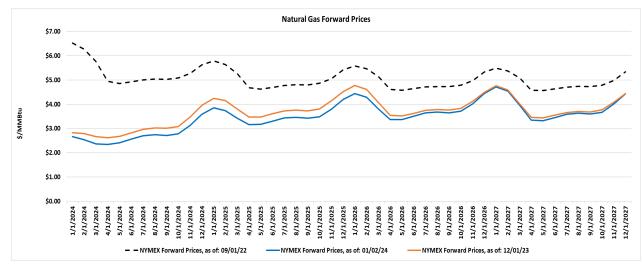
Power Market Fundamentals

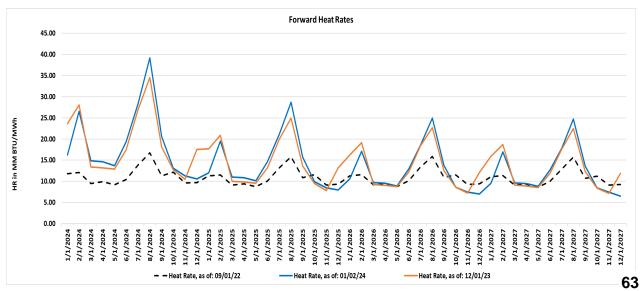
TO BE UPDATED 1/15



As of January 5



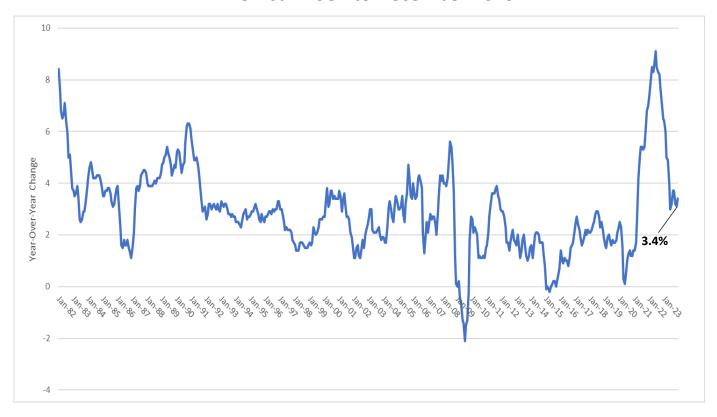




Inflation

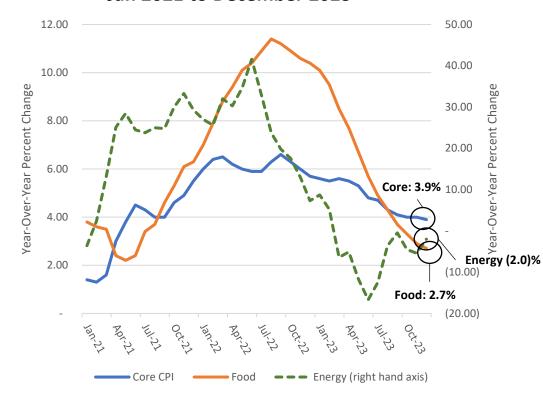
Overall CPI increased to 3.4% YoY from 3.1% YoY in November; Core CPI has continued its steady decline, moving down to 3.9% YoY. Energy prices remain down 2.0% YoY driven by fuel oil (-14.7%), utility gas services (-13.8%), and motor fuel (-2.3%); partially offset by sustained increases to electricity prices (+3.3%).

CPI Jan 1982 to December 2023



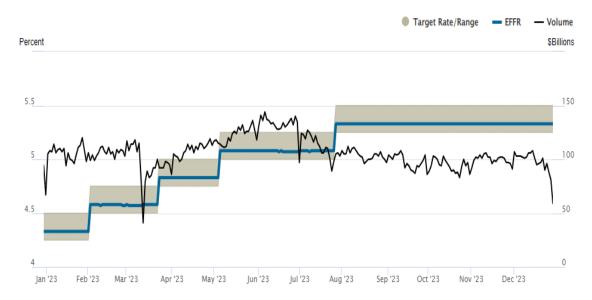
Source: U.S. Bureau of Labor Statistics

Core CPI, Food and Energy Jan 2021 to December 2023



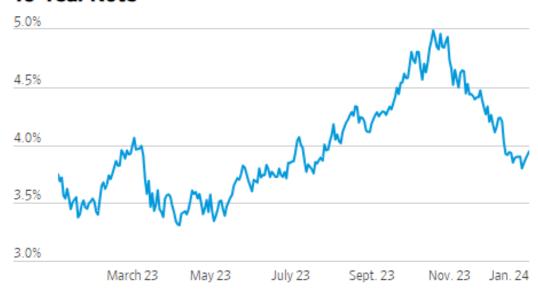
Source: U.S. Bureau of Labor Statistics

Federal Funds Rate



Source: Federal Reserve Bank of New York 01/02/2024

10-Year Note



Source: The Wall Street Journal 01/02/2024





Pedernales Electric Cooperative

PO Box 1 Johnson City, TX 78636

File #: 2025-003, Version: 1

Member Comments

Submitted By: Andrea Stover Department: General Counsel

Financial Impact and Cost/Benefit Considerations: N/A

All Cooperative Members have the right to attend any meetings called by the Board of Directors as defined in the Cooperative's Articles of Incorporation, and members may speak for up to 3 minutes or as otherwise directed by the Board.

Members may watch this meeting by live stream from the PEC website at https://pec.legistar.com/Calendar.aspx unless otherwise noted.

Board meeting dates, agendas, and supporting materials are available online https://pec.legistar.com/Calendar.aspx.

Members also may provide input by using the following methods. Comments are provided to all board directors.

- Members may submit comments and requests to the board by email or U.S. mail.
- Contact a member of PEC's Board of Directors at https://www.mypec.com/board-of-directors>

Articles of Incorporation, Article IX, Section 3, Member Bill of Rights - Open Meetings:

A Member has the right to attend every regular, special, or called meeting of the Board of Directors and its committees, except for executive sessions as allowed by policy or law. All meetings shall be called with proper notice, and any final action, decision, or vote on a matter shall be made in an open meeting.

Articles of Incorporation, Article IX, Section 5, Member Bill of Rights - Right to Speak:

A Member has the right to speak at every regular, special, or called meeting of the Board of Directors and its committees, except for executive sessions, on any PEC matter at a time designated by the Board.

Members' attendance and their right to speak at all meetings called by the Board of Directors is further outlined in the Decorum Policy.

Decorum Policy. Purpose:

As a democratically-controlled and Member-owned Cooperative, Member participation in Pedernales Electric Cooperative ("Cooperative" or "PEC") affairs is valued and respected and individuals should be allowed to state opinions. Meetings or functions of the Cooperative whether conducted on or off premises shall be conducted in a professional and courteous manner.



DECORUM POLICY

Effective Date: October 16, 2020

1. PURPOSE

As a democratically-controlled and Member-owned Cooperative, Member participation in Pedernales Electric Cooperative ("Cooperative" or "PEC") affairs is valued and respected and individuals should be allowed to state opinions. Meetings or functions of the Cooperative, whether conducted on or off premises, shall be conducted in a professional and courteous manner.

2. SCOPE

This Policy applies to all Participants at meetings of PEC Board of Directors ("Board") and any other business meeting or function of the Cooperative, whether on or off PEC premises.

3. POLICY AND IMPLEMENTATION

- **3.1.** PEC Business Meetings or Functions. Participants in any business meeting or function shall maintain an environment free of abusive, slanderous, or bullying behavior. To protect the security and safety of persons attending such meetings, all Participants shall respect an individual's physical space and refrain from any form of physical intimidation or abuse. Any behavior demonstrating or threatening violence, attack, or physical abuse is not tolerated.
 - **3.1.1.** Meeting Participants may not display placards, bumper stickers, signs, or other campaigning, or political advocacy materials within the premises of a meeting or function, other than those materials displayed on the individual Participants' body or clothing. Campaigning and electioneering for PEC elections is governed by the Cooperative's Election Policy and Procedures.
 - **3.1.2.** Meeting Participants shall refrain from disruptive or distracting behavior. Personal or character attacks, or improperly sidetracking the attention of other Participants with subject matter that is irrelevant to PEC or unrelated to PEC are examples of disruptive or distracting behavior.
- 3.2. Board Meetings. PEC Board meetings are conducted in accordance with the <u>Board Meetings Policy</u> and the current edition of Robert's Rules of Order Newly Revised, as practicable, and "Procedure for Small Boards" (for example, Robert's Rules of Order Newly Revised § 49 (11th ed. Cambridge, Mass.: Perseus Publishing, 2011)).
 - 3.2.1. All Participants wishing to address the Board during the designated portion of a Board meeting shall sign a registry identifying themselves prior to speaking, and shall open their remarks by stating their name and whether they are a Cooperative Member. Time allotted by the Board for each speaker cannot be shared or allotted with other speakers. The allotted time shall include and commence from the



- beginning of the speaker's remarks and include any time that passes during questioning or colloquy between the speaker and the Board. Additional time may be granted to a person by the Board President, or upon a majority vote of the Board.
- **3.2.2.** When any Member or Participant wishes to provide written or demonstrative materials to the Board or others, such Member or Participant must, prior to the meeting's start, provide the information to the Board Secretary or their designee for distribution.
- **3.2.3.** Participants shall refrain from disruptive or distracting behavior. Personal or character attacks, speaking out of turn, approaching or standing at the Board meeting dais without the permission of the Presiding Officer, or improperly sidetracking the attention of other Participants with subject matter that is irrelevant to PEC or unrelated to PEC are examples of disruptive behavior.

4. **DEFINITIONS**

4.1. Participants – Collectively includes Cooperative Board Directors, employees, Members, or any other attendees at PEC business meetings or functions.

5. PROCEDURE RESPONSIBILITIES

- **5.1.** PEC Business Meetings or Functions. Directors and Employees shall maintain order and preserve the decorum of any business meeting or function conducted on or off the Cooperative premises.
- **5.2.** Board Meetings. The Presiding Officer shall maintain order and preserve the decorum of Board meetings as provided in this Policy. Each Board Director shall cooperate with the Presiding Officer in preserving order and decorum, and no Participant shall, by conversation or otherwise, delay or interrupt the proceedings of the Board, nor disturb any person while speaking.

6. POLICY ENFORCEMENT

- **6.1.** When Member or Participant behavior violates this Policy, is severe, or threatens physical safety or property, the Presiding Officer, CEO, or responsible Cooperative employee may require the Member or Participant to leave the PEC premises, meeting, function, or discussion.
- **6.2.** Repeated or Severe Violation
 - **6.2.1.** PEC Business Meetings or Functions. Upon repeated or severe violation of this Policy, the Board, CEO, or their designee, may prohibit a person from attendance at PEC meetings, functions, or discussions. The duration of the prohibition shall be based upon the severity and nature of the violation.
 - **6.2.2.** Board Meetings. Upon repeated or severe violation of this Policy, the Board may prohibit a person from attendance at PEC Board meetings. The duration of the prohibition shall be based upon the severity and nature of the violation.



7. REFERENCES AND RELATED DOCUMENTS

Board Meetings Policy

Robert's Rules of Order Newly Revised (11th ed. Cambridge, Mass.: Perseus Publishing, 2011)

Date adopted:	March 15, 2010
Last reviewed:	October 16, 2020
Review frequency:	Every Five Years
Amendment dates:	September 21, 2015, October 16, 2020
Effective date:	October 16, 2020
Approver:	Board of Directors
Applies to:	All Participants at meetings of the Board of Directors, any other business meeting or function of the Cooperative whether on or off PEC premises.
Administrator:	Board of Directors and CEO
Superseding effect:	This Policy supersedes all previous policies and memoranda concerning the subject matter. Only the Approver may authorize exceptions to this Policy.



Pedernales Electric Cooperative

File #: 2025-022, Version: 1

Resolution - Consideration of 2025 NRECA Annual Membership Dues - J Parsley

Submitted By: Julie Parsley

Department: Chief Executive Officer

Financial Impact and Cost/Benefit Considerations: Expenditure of Cooperative funds estimated in the amount of \$252,985.00 currently included in the Cooperative's 2025 operating budget; no expenditures of staff time anticipated other than ordinary processing requirements.

The National Rural Electric Cooperative Association (NRECA) is a tax exempt 501(c)(6) nonprofit organization. Membership in NRECA provides the ability for its member cooperatives to take legislative action, stay informed with technology, industry, and politics, and collaboration between other cooperatives. Membership also provides opportunities to participate in international and youth programs.

Below is the historic annual membership dues paid to NRECA by Pedernales Electric Cooperative, Inc. (PEC) that are based on statistical data for the number of consumers at PEC:

2016 - \$161,427.00 2017 - \$163,820.00 2018 - \$171,025.00 2019 - \$174,316.00 2020 - \$182,228.00 2021 - \$186,295.00 2022 - \$198,000.00 2023 - \$226,412.00 2024 - \$246,003.00 2025 - \$252,985.00

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the membership dues to the National Rural Electric Cooperative Association for 2025 in the amount of \$252,985.00 is approved; and the Chief Executive Officer of the Cooperative, or designee, is authorized to pay those dues pursuant to the invoice duly presented to the Cooperative.



Invoice

Ms. Julie Parsley Pedernales Electric Co-op, Inc. PO Box 1

Johnson City, TX 78636-0001

Date:

12/16/2024

Invoice #:

3075979

Account #:

931

NRECA MEMBERSHIP DUES

For Member Year Beginning:

02/02/2025

NRECA Distribution Member

2025 Membership Dues (Base Amount)

\$86,275.00

Plus Allocation of Additional Dues - 2023 Statistical Data Used for Calculations

Number of Consumers

Per Consumer

First 10,000 Consumers

0.8914

Χ

Χ

Χ

\$8,914.00

Next 40,000 Consumers

0.4457

\$17,828.00

Next 344,790 Consumers Χ

0.2971

\$102,437.00

Subtotal

\$129,179.00

Plus Allocation of CRN Dues

Number of Consumers

Per Consumer

First 10,000 Consumers

0.25896

\$2,590.00

Next 40,000 Consumers

0.12948

\$5,179.00

Next 344,790 Consumers

Х 0.08632

\$29.762.00

\$37,531.00

Total Consumers: 394,790

Payments/Credits

Subtotal

\$0.00

Total Membership Dues Payable

\$252,985.00

Invoice must be paid by the **Member Year Beginning** date shown above.

By paying this invoice, the organization represents that its ownership, purpose, structure, operations, and activities have not changed significantly, and that it remains eligible for the category of NRECA membership to which it is assigned. If you have questions about membership eligibility, please contact the Membership Department at 703.907.5868, or email membership@nreca.coop.

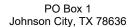
Please return a copy of this invoice with remittance and make check payable to: NRECA, P.O. Box 718777, Philadelphia, PA 19171-8777

Total Due \$252.985.00

NRECA has estimated that 10% of the 2025 NRECA membership dues to which IRC Section 162(2)(3) and 6033(e)(1) as amended apply. Consequently, this portion of your 2025 annual dues is not deductible for federal income tax purposes.

Contributions or gifts to NRECA are not deductible as charitable contributions for federal invoice tax purposes. However, payments are deductible by members as an ordinary and necessary business expense. NRECA Taxpayer Identification Number: 53-0116145







File #: 2025-004, Version: 1

Resolution - Consideration of TEC 2025 Annual Membership Dues - J Parsley

Submitted By: Julie Parsley

Department: Chief Executive Officer

Financial Impact and Cost/Benefit Considerations: Expenditure of Cooperative funds estimated in the amount of \$208,179.85 currently included in the Cooperative's 2024 operating budget. Additionally, each year PEC pays to TEC an ERCOT and Statewide Legal Prorated Share. It is anticipated that such amounts will be no more than \$20,000 in 2025.

Each calendar year the Board considers approval of Texas Electric Cooperatives (TEC) membership. Membership in TEC provides a clearinghouse for ongoing training, developments in the utility industry, and other legislative education or efforts provided. With membership, PEC is also able to access aggregated competitive pricing for certain utility materials. The statewide association also returns patronage capital to its cooperative members. Below is a 3-year history of PEC dues and patronage capital.

Year Membership Dues Patronage Capital 2023 \$186,723 \$406,986 2024 \$197,632.90 \$809,022 2025 \$208,179.85 **TBD**

RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that Texas Electric Cooperatives (TEC) membership dues (in the amount of \$208,179.85) and associated dues, including ERCOT and Legal, for 2025 are approved, and the Chief Executive Officer of the Cooperative, or designee, is authorized to pay those dues pursuant to the invoices duly presented to the Cooperative.



1122 Colorado St., 24th Floor, Austin, TX 78701 TEL (512) 454-0311 WEB www.texas-ec.org

December 2, 2024

Pedernales Electric Cooperative P.O. Box 1 Johnson City, TX 78636

Enclosed you will find your membership dues invoice for 2025.

I hope that you agree that the sixth cooperative principle, *Cooperation Among Cooperatives*, is as important today as it was 80 plus years ago when members like you banded together to form Texas Electric Cooperatives. And that your membership with all the other electric cooperatives in TEC adds value to your organization in many ways including dividends from doing business with an organization that you own.

If you have any questions, please do not hesitate to call me at (512) 486-6203 or Texas Electric Cooperative's Chief Financial Officer, Jeff Marshall, at (512) 486-6240 or email imarshall@texas-ec.org.

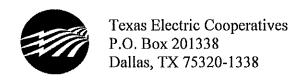
Thank you for your support and contributions to a unified electric cooperative program throughout the year.

Sincerely,

Mike Williams President/CEO

Enclosures:

2025 Membership Dues Invoice



December 2, 2024

Pedernales Electric Cooperative P.O. Box 1 Johnson City, TX 78636

Invoice No.: INVTEC26799

INVOICE

Membership Dues for 2025:

Equal Payment	\$11,016.48
Meters Payment	\$97,852.82
Revenue less Cost of Power Payment	\$99,310.55
Total Membership Dues for 2025	\$208,179.85

Calculations of Equal Payment

Pedernales Electric Cooperative

Total dues for 2025 2,539,188

Total equal payment (1/3 of total dues) 846,396

Number of members 76.83 (1)

Equal payment per member 11,016

(1) Number of members used in this calculation is determined based on the ratio of equal payment as follows:

- Regular member is counted as 1.
- Associate member is counted as 0.33.
- Out-of-state member is counted as 0.5.
- G&T member is counted as 1.5.

The actual number of members for 2025 dues is 76.

Calculations of Meter Payment

Dues	Pedernales Electric Cooperative Number of meters	Dues from each block Factor Dues from each block, factored Cost per meter from each block	Total meter payment (1/3 of total dues) Mark up to cover factoring Average billing unit Cost per meter	Total number of meters	
97,853	403,712	846,396	846,396 1,167,441 0.409 0.297	2,853,013	# OF METERS YEAR 2023 FOR 2025 DUES
3,529	ნ ,000	130,657 1.725 225,383 0.706		319,302	5,000 OR LESS
1,381	5,000	118,396 0.675 79,917 0.276		289,337	5,000 TO 10,000
1,330	5,000	98,658 0.65 64,127 0.266		241,101	10,000 TO 15,000
1,279	5,000	79,903 0.625 49,939 0.256		195,268	15,000 20,000 TO TO 20,000 25,000
1,228	5,000	65,105 0.6 39,063 0.246		159,104 1,648,901	20,000 TO 25,000
89,106	378,712	674,724 0.575 387,966 0.235		1,648,901	OVER 25,000

Calculations of Revenue less Cost of Power Payment

Dues	Pedernales Electric Cooperative 5-year average revenue less COP	Dues from each block, factored Cost per \$ of revenue less COP	Total revenue less COP payment Mark up to cover factoring Average Dues per unit Cost per \$ of revenue less COP Dues from each block Factor	Total 5-year avg. revenue less COP	
99,311	318,185,193	846,396	846,396 1,419,903 0.000638 0.000380	2,225,249,803	2019-2023 FIVE YEAR AVERAGE REVENUE - COP
2,592	2,500,000	167,893 0.00104	103,319 1.625	161,919,957	LESS THAN 2.5 MIL
997	2,500,000	63,211 0.00040	101,138 0.625	158,501,201	2.5 TO 5 MIL
1,834	5,000,000	106,621 0.00037	185,429 0.575	290,600,772	5 TO 10 MIL
1,755	5,000,000	84,352 0.00035	153,367 0.55	240,354,360	10 TO 15 MIL
1,675	5,000,000	59,311 0.00034	112,973 0.525	177,049.368	15 TO . 20 MIL
1,595	5,000,000	45,214 0.00032	90,428 0.5	141,716,706 1,055,107,439	20 TO 25 MIL
88,862	293,185,193	319,794	673,250 0.475	1,055,107,439	OVER 25 MIL

Pedernales Electric Cooperative

PO Box 1 Johnson City, TX 78636



File #: 2025-005, Version: 1

Resolution - Approval of 2025 Key Performance Indicators Plan - E Dauterive

Submitted By: Eddie Dauterive Department: Chief Strategy Officer

Financial Impact and Cost/Benefit Considerations: The financial impact of the proposed 2025 Key Performance Indicators (KPI) Plan will not be known until after the full KPI Plan Years conclude on December 31, 2025. An estimated amount is included within the approved budget.

The purpose of Key Performance Indicators (KPIs) is to provide an objective method for evaluating the degree of success with which PEC achieves organizational performance targets. A performance-based financial distribution is calculated for eligible employees who contribute to the advancement of the goals and initiatives outlined in the approved PEC Strategic Plan as approved by the Board of Directors.

PEC's Board of Directors approves PEC's annual KPI Plan and is notified of the subsequent performancebased financial distribution for eligible employees.

The Board of Directors may consider approving the 2025 KPI Plan for implementation in the periods for the 2025 KPI Plan Year.

BE IT RESOLVED BY THE BOARD OF DIRECTORS that the 2025 Key Performance Indicators Plan presented to the Board this day is approved; and

BE IT FURTHER RESOLVED that the Chief Executive Officer, or designee, is authorized to take all actions necessary to implement this resolution.



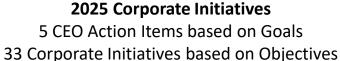
2025 Key Performance Indicators Plan

Eddie Dauterive | Chief Strategy Officer

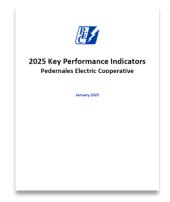
PEC Strategic Plan

- PEC's Mission, Vision, and Values set the foundation of its strategic framework.
- The Board of Directors' Strategic Goals and Objectives set the path and principles for its Mission to deliver low-cost, reliable, and safe energy for our members.
- The Strategic Goals are the basis for PEC's long-term planning, annual corporate initiatives, and its key performance-based metrics.









2025 KPI Plan 5 Goal Categories 19 Performance Metrics



2021 -2026 Strategic Plan
5 Director Goals
15 Specific Objectives



Key Performance Indicators (KPI)

Plan Structure

- Although specific objectives have been accomplished in PEC's current Strategic Plan, each year Corporate
 Initiatives and KPIs are updated to continue improvements.
- Performance goals are adjusted, and new metrics are introduced as needed, to keep performance oriented to our mission.
- Metric categories are weighed evenly based on the five Director Goals.
- Individual metrics in each category can obtain a Silver, Gold, Platinum, or Not Achieved performance rating.
- Performance-based financial distributions are tallied and distributed twice per year to incentivize the accomplishment of strategic goals.
 - **KPI Period 1:** Jan. 1 Jun. 30

- **KPI Period 2:** Jul. 1 – Dec. 31

	Strategic Goals and KPI Categories	
1)	Maximize Value to Our Members	20%
2)	Achieve Operational Excellence	20%
3)	Protect Financial Health	20%
4)	Pursue Workforce Optimization	20%
5)	Advance Safety & Security	20%

• An additional "Adder" incentivization can be obtained each period that will add 1% to the total distribution if a specifically identified and challenging goal supporting strategic planning is achieved.



Goal 1. Maximize Value to Our Members

- **Objective 1 Member Engagement:** Develop a three-year member engagement campaign by 2022 to promote the benefits of cooperative membership.
- **Objective 2 Community Partnerships:** Establish a plan by 2022 to foster healthy and communicative relationships with state and local officials and authorities to benefit our membership.
- **Objective 3 Customer Service:** Establish member engagement and satisfaction programs by 2022 to maintain or surpass the American Customer Satisfaction Index (ACSI) benchmark.

Obj.#	KPI Metric	Silver	Gold	Platinum
(1)	Power of Change Enrollments	≥ 7.2%	≥ 7.6%	≥ 8.0%
(2)	Community Outreach	≥ 8	≥ 12	≥ 16
(3)	Customer Satisfaction Score (5-point scale)	≥ 4.40	≥ 4.45	≥ 4.50
(3)	Queries Solved on First Contact	≥ 75%	≥ 80%	≥ 85%
(3)	Paperless Billing Enrollments	≥ 46%	≥ 48%	≥ 50%



Goal 2. Achieve Operational Excellence

- **Objective 1 System Maintenance:** Establish a systematic and responsive system maintenance program targeting the 35 feeders with the highest SAIDI to improve reliability and lower SAIDI by 2025.
- Objective 2 SCADA, Control Center, & Related Technology Systems: Design and construct operational control centers by 2025 that meet applicable federal and state standards for system stability, and improved operations.
- **Objective 3 Engineering Design Standards:** Complete a detailed Engineering Standards guide by 2023 for all training, planning, and purchasing purposes across all districts.
- Objective 4 Facilities and Real Estate Planning: Create a data-driven framework for the acquisition and disposition of real
 estate for facilities and system expansion by 2021.

Obj.#	KPI Metric	Silver	Gold	Platinum
(1)	Remediating Most Impactful Feeders	≥3	≥ 5	≥ 7
(2)	System Average Interruption Duration Index (SAIDI)	≤ 60 min.	≤ 55 min.	≤ 50 min.
(3)	First Step Restoration Duration	≥ 120 min.	≥ 105 min.	≥ 90 min.



Goal 3. Protect Financial Health

- **Objective 1 Financial Management:** Develop processes by 2022 to increase individual employee awareness of and participation in the Cooperative's financial health.
- **Objective 2 Rate Stability:** Implement debt and capital restructuring best practices for rate stability, including the defeasance of 2002 bonds and the implementation of a commercial paper program, by 2022.
- Objective 3 Capital Spending: Create and fully implement a capital allocation model to support long-term capital spending by 2022.

Obj.#	KPI Metric	Silver	Gold	Platinum
(1)	Operating Expense and Maintenance Capital as a Percentage of Budget	≤ 102%	≤ 100%	≤ 98%
(1)	Competitively Sourced Spend	≥ 92%	≥ 94%	≥ 96%
(2)	Competitive Rates	≥ 5%	≥ 8%	≥ 10%



Goal 4. Pursue Workforce Optimization

- **Objective 1 Technical Training:** Train 80% of employees requiring technical or electrical skills utilizing the new PEC training facility by 2024.
- **Objective 2 Workforce Development:** Attract, retain, and develop our workforce by increasing employee skills, training, and external recruitment outreach by 20% each by 2023.

Obj.#	KPI Metric	Silver	Gold	Platinum
(1)	Percentage of Employees Completing Technical Training	≥ 80%	≥ 85%	≥ 90%
(2)	Percentage of Employees Completing Compliance Training	≥ 90%	≥ 95%	≥ 99%
(2)	Percentage of Employees Completing Professional Development Training	≥ 70%	≥ 75%	≥ 80%



Goal 5. Advance Safety and Security

- **Objective 1 Safety and Security Culture:** Develop a plan to promote a shared culture of safety, security, and privacy across the cooperative with full compliance by 2024.
- **Objective 2 Cyber Security:** Enhance systems and practices through 2025 to prevent and mitigate a cyber-incident to ensure business continuity.
- **Objective 3 Work Environments:** Improve the security of our work environments through completing the implementation of the Security Vulnerability Master Plan by 2024.

Obj. #	KPI Metric	Silver	Gold	Platinum
(1)	Total Case Incident Rate (TCIR)	≤ 3.5	≤ 3.0	≤ 2.5
(1)	Days Away Restricted Duty (DART)	≤ 2.0	≤ 1.5	≤ 1.0
(1)	Vehicle Accident Rate	≤ 3.0	≤ 2.5	≤ 2.0
(2)	Phishing Simulation Avoidance	≥ 96.5%	≥ 97.0%	≥ 97.5%
(3)	Access Control Efficiency	≥ 97%	≥ 98%	≥ 99%



Additional Coop-Wide Goal

Distribution Adder:

In addition to the measurement distribution, there is an opportunity for a **1% adder** for each period if PEC reaches a large, coop-wide milestone.

2025 P1 & P2 Adder Goals: Meeting Platinum-level targets for each of the Pursue Workforce Optimization metrics.

These training goals apply to all employees and this additional incentive will support employee retention, development, and advancement cooperative-wide.

Obj.#	KPI Metric	Silver	Gold	Platinum
(1)	Percentage of Employees Completing Technical Training	≥ 80%	≥ 85%	≥ 90%
(2)	Percentage of Employees Completing Compliance Training	≥ 90%	≥ 95%	≥ 99%
(2)	Percentage of Employees Completing Professional Development Training	≥ 70%	≥ 75%	≥ 80%





pec.coop



2025 Key Performance Indicators Pedernales Electric Cooperative

January 2025

Purpose and Structure

The purpose of Key Performance Indicators (KPIs) is to provide an objective method for evaluating the degree of success with which PEC achieves organizational performance targets. A performance-based financial distribution is calculated for eligible employees who contribute to the advancement of the goals and initiatives outlined in the approved PEC Strategic Plan as approved by the Board of Directors.

PEC's Board of Directors approves PEC's annual KPI Plan and is notified of the subsequent performance-based financial distributions for eligible employees.

KPI Plan Year

The KPI Plan year coincides with the calendar year (January 1 to December 31) to align with the cooperative's fiscal year. The KPI financial distribution occurs biannually with two equal periods of 6 months. The first measurement period (KPI-P1) is Jan. 1 to Jun. 30, and the second period (KPI-P2) is Jul. 1 to Dec. 31.

Employee Eligibility Requirements

The KPI distribution percentage will be applied to total wages, which includes base pay, overtime and double time that were paid for each of the equal measurement periods (KPI-P1 and KPI-P2). To be eligible for a KPI distribution for a particular measurement period, an employee must meet each of the following requirements:

- Have worked any time during the KPI measurement period;
- Be employed by PEC on the day the KPI is distributed.

KPI Distribution Payout

The KPI distribution will be issued on the Friday that is not a pay-period following the July board meeting for KPI-P1 and the February board meeting for KPI-P2.

KPI Communication

KPI data is updated on the 26th of each month, with performance through the end of the previous month. Employees may view the performance dashboard through the KPI link on PEC's intranet.

Methodology

The KPI plan is designed to align with Board Goals and Objectives identified in PEC's Strategic Plan that is drafted by the Board of Directors every five years. The primary categories are weighted evenly as shown on Table 1 below:

Weight **KPI Categories** Maximize Value to Our Members 20% Operational Excellence 20% Financial Health

Workforce Optimization

Safety & Security

20%

20%

20%

Table 1: KPI Categories

Performance Calculation

Each category contains individual performance metrics that apply to the Strategic Plan Objectives provided by the Board of Directors. Specific goals are set each year for each metric, and as goals are met, the performance calculation will apply a measurement distribution percentage for each metric using the following calculation:

Measurement Distribution = Performance Level Percentage × Measurement Weight

Performance Level Percentage is defined in Table 2 below:

Table 2: Performance Level Payout Structure

Performance Level	Payout
Silver	5%
Gold	7%
Platinum	10%

Through this methodology, the maximum possible KPI distribution payout percentage, based on category performance metrics, is 10%.

Distribution Adder

In addition to the category distributions, there is an opportunity for an additional 1%, or "adder," to the distribution payout if PEC reaches the following conditions:

• 2025 P1 & P2 Adder: 1% adder, per period, if PEC staff meets Platinum-level goals for each of the Pursue Workforce Optimization KPI metrics.

PEC Strategic Plan Objectives and 2025 KPI Metric Definitions

Board of Directors' Goal #1: Maximize Value to Our Membership

- **Objective 1 Member Engagement:** Develop a three-year member engagement campaign by 2022 to promote the benefits of cooperative membership.
- **Objective 2 Community Partnerships:** Establish a plan by 2022 to foster healthy and communicative relationships with state and local officials and authorities to benefit our membership.
- **Objective 3 Customer Service:** Establish member engagement and satisfaction programs by 2022 to maintain or surpass the American Customer Satisfaction Index (ACSI) benchmark.

Table 3 below shows the metrics and goals set for this category:

• Table 3: Maximize Value to Our Membership Metrics and Weighting

Obj.#	Metric	Silver	Gold	Platinum	Weight
(1)	Power of Change Enrollments	≥ 7.2%	≥ 7.6%	≥ 8.0%	20%
(2)	Community Outreach	≥ 8	≥ 12	≥ 16	20%
(3)	Customer Satisfaction Score	≥ 4.40	≥ 4.45	≥ 4.50	20%
(3)	Queries Solved on First Call Contact	≥ 75%	≥ 80%	≥ 85%	20%
(3)	Paperless Billing Enrollments	≥ 46%	≥ 48%	≥ 50%	20%

Power of Change Enrollments measures the percentage of membership accounts enrolled in PEC's Power of Change Program. This program is part of the cooperative's commitment to serving the community by providing funding for grants and other resources. This metric is calculated as the number of accounts enrolled as a percentage of all active accounts.

Community Outreach measures all virtual and in-person PEC events and outreach programs, participation in community events, town halls, and workshops that include member outreach or member/community engagement. This metric is calculated through each KPI period.

Customer Satisfaction Score measures the overall scoring of customer service through PEC's member surveys. This metric is recorded per KPI period and based on a 5-point scale.

Queries Solved on First Call Contact is measured to identify the effectiveness of resolving member concerns. This metric is recorded per KPI period through PEC's member surveys.

Paperless Billing Enrollments is measured to identify the effectiveness of enrolling accounts in electronic (paperless) billing. Paperless enrollments offer financial savings for the cooperative and the membership.

Board of Directors' Goal #2: Achieve Operational Excellence

- **Objective 1 System Maintenance:** Establish a systematic and responsive system maintenance program targeting the 35 feeders with the highest SAIDI to improve reliability and lower SAIDI by 2025.
- Objective 2 SCADA, Control Center, & Related Technology Systems: Design and construct operational
 control centers by 2025 that meet applicable federal and state standards for system stability, and improved
 operations.
- **Objective 3 Engineering Design Standards:** Complete a detailed Engineering Standards guide by 2023 for all training, planning, and purchasing purposes across all districts.
- **Objective 4 Facilities and Real Estate Planning:** Create a data-driven framework for the acquisition and disposition of real estate for facilities and system expansion by 2021.

Table 4 below shows the metrics and goals set for this category:

•	Table 4:	Achieve O	nerational	Excellence	Metrics	and Weighting

Obj. #	Metric	Silver	Gold	Platinum	Weight
(1)	Remediating Worst Performing Feeders	≥3	≥5	≥ 7	30%
(2)	System Average Interruption Duration Index (SAIDI)	≤ 60 min.	≤ 55 min.	≤ 50 min.	40%
(3)	First Step Restoration Duration	≤ 120 min.	≤ 105 min.	≤ 90 min.	30%

Remediating Worst Performing Feeders is a program to identify and improve the system's reliability by focusing maintenance, vegetation, and power restoration programs with PEC's Top 10 Worst Performing Feeders List that ranks each feeder based on factors of outage frequency and outage duration.

System Average Interruption Duration Index (SAIDI) is an indicator of the Cooperative's service reliability as measured by the system's average outage time during the applicable KPI measurement period. This index excludes planned, transmission, and major weather outages and the metric is calculated on a rolling 12-month basis to capture seasonality.

First Step Restoration Duration is an indicator of outage response performance where partial restoration efforts are initiated as a priority to, or in parallel with, system repair work.

Board of Directors' Goal #3: Protect the Financial Health of the Cooperative

- **Objective 1 Financial Management:** Develop processes by 2022 to increase individual employee awareness of and participation in the Cooperative's financial health.
- **Objective 2 Rate Stability:** Implement debt and capital restructuring best practices for rate stability, including the defeasance of 2002 bonds and the implementation of a commercial paper program, by 2022.
- Objective 3 Capital Spending: Create and fully implement a capital allocation model to support long-term capital spending by 2022.

Table 5 below shows the metrics and goals set for this category:

 Tal 	ole 5: Protect the Fir	ancial Health of the	Cooperative Metrics	and Weighting
-------------------------	------------------------	----------------------	---------------------	---------------

Obj. #	Metric	Silver	Gold	Platinum	Weight
(1)	Operating Expense and Maintenance Capital as a % of Budget	≤ 102%	≤ 100%	≤ 98%	40%
(1)	Competitively Sourced Spend	≥ 92%	≥ 94%	≥ 96%	30%
(2)	Competitive Rates	≥ 5%	≥ 8%	≥ 10%	30%

Operating Expense and Maintenance Capital as a Percentage of Budget represents actual operating expenses and maintenance capital, net of depreciation, taxes, donations, and KPI payouts, in total dollars as compared to budgeted dollars. Metric captures YTD expenses for seasonal purchasing purposes.

Competitively Sourced Spend measures the percentage of cooperative spend that is competitively sourced for all applicable spend categories. The calculation includes the total spend less sole-sourced spend as a percentage of total spend per KPI period.

Competitive Rates compares the cost of 1,000 kWh paid by PEC residential members against the average Texas residential customer in competitive areas based on Board-approved data sources, per KPI period.

Board of Directors' Goal #4: Pursue Workforce Optimization

- **Objective 1 Technical Training:** Train 80% of employees requiring technical or electrical skills utilizing the new PEC training facility by 2024.
- **Objective 2 Workforce Development:** Attract, retain, and develop our workforce by increasing employee skills, training, and external recruitment outreach by 20% each by 2023.

Table 6 below shows the metrics and goals set for this category:

• Table 6: Pursue Workforce Optimization

Obj. #	# Metric	Silver	Gold	Platinum	Weight
(1)	% of Employees Completing Technical Training	≥ 80%	≥ 85%	≥ 90%	30%
(2)	% of Employees Completing Compliance Training	≥ 90%	≥ 95%	≥ 99%	40%
(2)	% of Employees Completing Professional Development Training	≥ 70%	≥ 75%	≥ 80%	30%

Percentage of Employee Completion of Technical Training represents the percentage of all employees who require technical or electrical skills that complete assigned training utilizing the PEC training facility. This metric is calculated through each KPI period.

Percentage of Employees Who Complete Required Compliance Training measures employee engagement through completion of required compliance training. Compliance training may be assigned through Human Resources, cybersecurity, Legal, or other areas as required. This metric is calculated through each KPI period.

Percentage of Employee Completion of Professional Development Training represents the percentage of all employees that complete at least 30 minutes of professional development training relevant to their individual career or training necessary to maintain professional certifications. This metric is calculated through each KPI period.

Board of Directors' Goal #5: Advance Safety and Security

- **Objective 1 Safety and Security Culture:** Develop a plan to promote a shared culture of safety, security, and privacy across the cooperative with full compliance by 2024.
- **Objective 2 Cyber Security:** Enhance systems and practices through 2025 to prevent and mitigate a cyber-incident to ensure business continuity.
- **Objective 3 Work Environments:** Improve the security of our work environments through completing the implementation of the Security Vulnerability Master Plan by 2024.

Table 6 below shows the metrics and goals set for this category:

•	Table 6:	Advance	Safety	and Securit	y Metrics	and	Weighting
---	----------	---------	--------	-------------	-----------	-----	-----------

Obj. #	Metric	Silver	Gold	Platinum	Weight
(1)	Total Case Incident Rate (TCIR)	≤ 3.5	≤ 3.0	≤ 2.5	20%
(1)	Days Away Restricted Duty (DART)	≤ 2.0	≤ 1.5	≤ 1.0	20%
(1)	Vehicle Accident Rate	≤ 3.0	≤ 2.5	≤ 2.0	20%
(2)	Phishing Simulation Avoidance	≥ 96.5%	≥ 97.0%	≥ 97.5%	20%
(3)	Access Control Efficiency	≥ 97%	≥ 98%	≥ 99%	20%

Total Case Incident Rate (TCIR) is defined as the total number of OSHA-recordable injuries/illnesses (collectively called "incidents") that occurred throughout the cooperative during each KPI period. The metric is calculated by applying a factor of 200,000 work hours per each incident as a percentage of total hours worked.

Days Away Restricted Duty (DART) is defined as the total number of recordable injuries and illnesses that required an employee to miss work or perform restricted work during each KPI period. The metric is calculated by applying a factor of 200,000 work hours per each incident as a percentage of total hours worked.

Vehicle Accident Rate captures the vehicle incidents and miles traveled by PEC vehicles as a ratio per KPI period. The calculation applies a factor of 1,000,000 miles per each incident as a percentage of total miles.

Phishing Simulation Avoidance represents the percentage of employees that succeed in avoiding phishing simulation held by PEC by not clicking on phishing emails. This metric is calculated through each KPI period by subtracting the click-thru rate from 100% of employees tested.

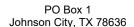
Access Control Efficiency measures PEC's responsiveness to the timely removal of access to PEC facilities for employees and contract workers leaving the cooperative's system. Specifically, it measures the effectiveness of access terminations being performed within the requested timeframe, per each KPI period.

Summary of Measures, Targets and Weights for 2025 KPI Plan

Table 7: Summary of KPI Categories, Metrics, Targets, and Weighting

Metric	Silver	Gold	Platinum	Metric Weight	Overall KPI Weight
1. BOD Goal: Maximize Value to Our Membe	rship				20%
Power of Change Enrollments	≥ 7.2%	≥ 7.6%	≥ 8.0%	20%	4.0%
Community Outreach	≥ 8	≥ 12	≥ 16	20%	4.0%
Customer Satisfaction Score	≥ 4.40	≥ 4.45	≥ 4.50	20%	4.0%
Queries Solved on First Call Contact	≥ 75%	≥ 80%	≥ 85%	20%	4.0%
Paperless Billing Enrollments	≥ 46%	≥ 48%	≥ 50%	20%	4.0%
2. BOD Goal: Achieve Operational Excellence					20%
Remediating Worst Performing Feeders	≥ 3	≥ 5	≥ 7	30%	6.0%
System Average Interruption Duration Index (SAIDI)	≤ 60 min.	≤ 55 min.	≤ 50 min.	40%	8.0%
First Step Resolution Duration	≤ 120 min.	≤ 105 min.	≤ 90 min.	30%	6.0%
3. BOD Goal: Protect the Financial Health of t	the Cooperative	!			20%
Operating Expense and Maintenance Capital as a % of Budget	≤ 102%	≤ 100%	≤ 98%	40%	8.0%
Competitively Sourced Spend	≥ 92%	≥ 94%	≥ 96%	30%	6.0%
Competitive Rates	≥ 5%	≥ 8%	≥ 10%	30%	6.0%
4. BOD Goal: Pursue Workforce Optimization	ı				20%
% of Employees Completing Technical Training	≥ 80%	≥ 85%	≥ 90%	30%	6.0%
% of Employees Completing Compliance Training	≥ 90%	≥ 95%	≥ 99%	40%	8.0%
% of Employees Completing Professional Development Training	≥ 70%	≥ 75%	≥ 80%	30%	6.0%
5. BOD Goal: Advance Safety and Security					20%
Total Case Incident Rate (TCIR)	≤ 3.5	≤ 3.0	≤ 2.5	20%	4.0%
Days Away Restricted Duty (DART)	≤ 2.0	≤ 1.5	≤ 1.0	20%	4.0%
Vehicle Accident Rate	≤ 3.0	≤ 2.5	≤ 2.0	20%	4.0%
Phishing Simulation Avoidance	≥ 96.5%	≥ 97.0%	≥ 97.5%	20%	4.0%
Access Control Efficiency	≥ 97%	≥ 98%	≥ 99%	20%	4.0%







File #: 2025-006, Version: 1

Resolution - Approval of Tariff and Business Rules - Amendments - C Powell/A Stover

Submitted By: Christian Powell/Andrea Stover Department: Compliance and Regulatory/Legal

Financial Impact and Cost/Benefit Considerations: Expenditure of Cooperative funds is not anticipated to be impacted; expenditures of staff time not anticipated to be impacted.

Pursuant to Texas Utilities Code Section 41.055, the Board of Directors of Pedernales Electric Cooperative, Inc. (the "Cooperative") "has exclusive jurisdiction to: (1) set all terms of access, conditions, and rates applicable to services provided by the electric cooperative, . . . , including nondiscriminatory and comparable rates for distribution . . . (7) establish and enforce service quality standards, reliability standards, and consumer safeguards designed to protect retail electric customers . . . ; and (12) make any other decisions affecting the electric cooperative's method of conducting business that are not inconsistent with the provisions of [Chapter 41 of the Texas Utilities Code.]"

The Cooperative has established a Tariff and Business Rules Management Procedure to manage the review of, and amendments to, PEC's Tariff and Business Rules. The Tariff and Business Rules consists of both the rate structures and rate schedules for Members governed generally by PEC's Rate Policy and associated rate plans, as well as the business rules and procedures for establishing service, disconnecting of service, and other operations of the Cooperative.

The Cooperative officially adopted the Tariff in 2009 and then consolidated the Tariff with the Business Rules in December 2016 (collectively, the "Tariff and Business Rules"). Numerous modifications and amendments have been adopted to various sections of the Tariff and Business Rules over the years. Most recently a restructure of the Tariff and Business Rules was approved in February 2020.

Since that period, certain business processes and practices have been updated. As a result, the following changes to the Tariff and Business Rules, among others, are proposed. These changes include both substantive and non-substantive changes. The Tariff and Business Rules is organized into the following components:

Section 100: Definitions

Section 200: Description of the Cooperative's Service Area

Section 300: General Service Rules and Regulations

Section 400: Line Extension Policy

Section 500: Rates

Section 600: Interconnection Policy

Sectio n 100		 Added the definition for Encroachment. Revised the definition of Member. Revised the definition of Person. Changed the definition of Point of Delivery to Point of Interconnection. Added to the definition of Primary Account.
	Franchise Cities Served	Revised the order of the list to be alphabetical.

n 300	General Service Rules and Regulations	• Added flexibility to enter large load agreements. • Updated the open records section to reference the Open Records Request form on PEC's website. • Updated and moved easement review processes to new Section 300.15, Easement Review. • Added credit requirement flexibility for non-residential applicants and additional deposits. • Added language to clarify the transfer of Primary Accounts. • Updated language to the Service section including Conditions of Service and added additional provisions for disconnection. • Clarified After-Hours Reconnection at Cooperative's discretion. • Updated Disconnection for Nonpayment standards and criteria for reconnection. • Modified deposit requirement for Members enrolled in Pre-Paid Payment Plan • Added 345,000 V to the voltage designation table. • Updated Meter Opt-Out (non-AMI meters) language to remove quarterly meter read option, remove time-of-use rate option, and remove opt-out option after disconnect for nonpayment. • Updated dispute resolution and complaint process explanation.
Sectio	Line Extension	Updated to include current processing steps and incorporate planning
	Policy	review deposits to cover time spent by planning staff prior to formal engagement by member or developer. • Updated language regarding removal and/or relocation of cooperative facilities.
Sectio n 500		• Clarified definitions for Service Availability Charge and Delivery Charge to better highlight fixed versus variable costs. • Clarified reference to application of Franchise Fee. • Shortened the enrollment commitment for community solar members from 24 to 12 months. Fee Schedule Revisions • Revised Open Records Fee and Subpoena Response Service Fee from \$40 to \$70 to capture costs. • Added Easement Obstruction Review Fee of \$775 or actual costs and revised Easement Release Review Fee to allow for capturing actual cost. • Revised Meter Opt Out Exchange Fee to capture costs and clarified Meter Reading and Processing Fees. Will include mandatory monthly processing fee of \$30 and \$3.50 per mile meter reading trip charge. • Removed DG Interconnection Transfer Fee that is no longer applicable. • Added \$100 miscellaneous trip fee for DG for additional visits.
	Interconnection Policy	• Added clarification to the use of PEC's website for the interconnection process. • Added a miscellaneous trip fee to capture costs for additional trips to the member's property.
All/Ge neral		• Removed Appendices and Forms in order to direct attention to website and portals for processing. • Removed references to fees no longer applicable, such as DG transfer fee replaced by online intake. • Changed Point of Delivery to Point of Interconnection throughout to match current industry norms. • Made grammatical improvements and non-substantive formatting changes.

The Cooperative asks the Board to consider these amendments which aim to present a structure which is similar to the electric industry in Texas while conforming to the Member's interaction with the Cooperative.

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the Cooperative approves the amendments to the Tariff and Business Rules as attached and presented this day, with such changes, if any, as were approved by the Board, to become effective March 1, 2025; and

BE IT FURTHER RESOLVED that the Chief Executive Officer, or designee, is authorized to take all such actions as needed to implement this resolution.



Tariff and Business Rules Annual Updates Proposal for Board Review of Tariff Amendments

Christian Powell | Chief Compliance Officer Andrea Stover | General Counsel

Summary of Annual Updates



- PEC has established a consistent process for conducting an annual review of PEC's Tariff and Business Rules.
- This review consists of all sections; however, Rate specific revisions pursuant to the Rate Policy are made separate from this review process.
- PEC is intending to bring these updates (apart from Rate Plan approved items) to the Board within a single draft resolution in December and a single final resolution in January.
- PEC is intending these annual updates to be effective on March 1, 2025.

Edits by Section

Section 100	Definitions	 Added the definition for Encroachment. Revised the definition of Member. Revised the definition of Person. Changed the definition of Point of Delivery to Point of Interconnection. Added to the definition of Primary Account.
Section 200	Franchise Cities Served	Revised the order of the list to be alphabetical.
Section 300	General Service Rules and Regulations	 Added flexibility to enter large load agreements. Updated the open records section to reference the Open Records Request form on PEC's website. Updated and moved easement review processes to new Section 300.15, Easement Review. Added credit requirement flexibility for non-residential applicants and additional deposits. Added language to clarify the transfer of Primary Accounts. Updated language to the Service section including Conditions of Service and added additional provisions for disconnection. Clarified After-Hours Reconnection at Cooperative's discretion. Updated Disconnection for Nonpayment standards and criteria for reconnection. Modified deposit requirement for Members enrolled in Pre-Paid Payment Plan Added 345,000 V to the voltage designation table. Updated Meter Opt-Out (non-AMI meters) language to remove quarterly meter read option, remove time-of-use rate option, and remove opt-out option after disconnect for nonpayment. Updated dispute resolution and complaint process explanation.

Edits by Section

Section 400	Line Extension Policy	 Updated to include current processing steps and incorporate planning review deposits to cover time spent by planning staff prior to formal engagement by member or developer. Updated language regarding removal and/or relocation of cooperative facilities.
Section 500	Rates	 Clarified definitions for Service Availability Charge and Delivery Charge to better highlight fixed versus variable costs. Clarified reference to application of Franchise Fee. Shortened the enrollment commitment for community solar members from 24 to 12 months. Fee Schedule Revisions Revised Open Records Fee and Subpoena Response Service Fee from \$40 to \$70 to capture costs. Added Easement Obstruction Review Fee of \$775 or actual costs and revised Easement Release Review Fee to allow for capturing actual cost. Revised Opt Out Meter Exchange Fee to capture costs and clarified Opt Out Meter Reading and Processing Fees. Will include mandatory monthly processing fee of \$30 and \$3.50 per mile meter reading trip charge. Removed DG Interconnection Transfer Fee that is no longer applicable. Added \$100 miscellaneous trip fee for DG for additional site visits.
Section 600	Interconnection Policy	 Added clarification to the use of PEC's website for the interconnection process. Added a miscellaneous trip fee to capture costs for additional trips to the member's property.
All/General		 Removed Appendices and Forms to direct attention to website and portals for processing. Removed references to fees no longer applicable, such as DG transfer fee replaced by online intake. Changed Point of Delivery to Point of Interconnection throughout to match industry norms. Made grammatical improvements and non-substantive formatting changes.





TARIFF AND BUSINESS RULES FOR ELECTRIC SERVICE

Pedernales Electric Cooperative, Inc. 201 South Avenue F P.O. Box 1 Johnson City, Texas 78636-0001

Table of Contents

Applicable: Entire Certified Service Area
Effective Date: October 1, 2024March 1, 2025

Page 2 of 113

TABLE O	F CON	ITENTS	
100		ITIONS	
200	DESC	RIPTION OF THE COOPERATIVE'S SERVICE AREA	
200.1		COUNTIES SERVED	
200.2		FRANCHISE CITIES SERVED	
300	GENE	RAL SERVICE RULES AND REGULATIONS	
300.1		GENERAL	
300.2		AVAILABILITY OF TARIFF	
300.3		ALTERNATE LANGUAGE REQUIREMENTS	
300.4		MEMBER ACCESS TO COOPERATIVE RECORDS	
300.4.	1	SUBPOENA RESPONSE SERVICES	
300.5		WAIVERS	
300.6		NON-DISCRIMINATION	
300.7	_	CREDIT WORTHINESS AND SECURITY DEPOSITS	
300.7.		CREDIT REQUIREMENTS FOR RESIDENTIAL APPLICANTS	
300.7.2		CREDIT REQUIREMENTS FOR NON-RESIDENTIAL APPLICANTS	
300.7.3		DEPOSITS AND GUARANTEE AGREEMENTS	
300.		NEW APPLICANT	
	7.3.2	EXISTING MEMBER	
	7.3.3	ADDITIONAL DEPOSIT	
	7.3.4	DEPOSIT WAIVER DUE TO FAMILY VIOLENCE	
300.		REFUSAL OF SERVICE	14
300.7.		GUARANTEES OF RESIDENTIAL MEMBER ACCOUNTS	
300.7.		AMOUNT OF DEPOSIT	
300.7.0		INTEREST ON DEPOSITS	
300.7.		RECORDS OF DEPOSITS	
300.7.8		REFUNDING DEPOSITS AND VOIDING LETTERS OF GUARANTEE RE-ESTABLISHMENT OF CREDIT	
300.7.9	9	ESTABLISHING MEMBERSHIP	
300.8	4	ESTABLISHING MEMBERSHIP AND MEMBERSHIP FEE	
300.8.		TRANSFERRING PRIMARY ACCOUNT	
		ESTABLISHMENT OR TRANSFER FEE.	
_300.8.3 300.9	3	SERVICE	
300.9	1	CONDITIONS OF SERVICE	
300.9.		TIMING OF SERVICE	
300.9.	_	SAME DAY SERVICE FEE	
300.9.		SERVICE TO RENTAL LOCATION.	
300.9.	•	REFUSAL OF SERVICE	
300.9.		CONTINUITY OF SERVICE	
300.9.	-	DISCONTINUATION OF SERVICE	
300.9.		VOLUNTARY MEMBER DISCONNECTION	
	9.7.2	COOPERATIVE DISCONNECTION	
	9.7.2.1	DISCONNECTION WITH NOTICE	
	9.7.2.2		
	9.7.2.3		
	9.7.2.4		
	9.7.2.5		
	9.7.2.6		
	9.7.2.7		
	9.7.2.8		
300.9.8		SWITCHOVER AND DISCONNECT FEES	
300.9.9		AFTER HOURS RECONNECTION	
300.9.		MEDICAL NECESSITY PROGRAM	
300.9.	11	CRITICAL LOAD PROGRAM	

Tabl			

Applicable: Entire Certified Service Area	
Effective Date: October 1, 2024March 1,	20

Page 3 of 113

300.9.12	RECORD OF INTERRUPTION	
300.10	EMERGENCY OPERATIONS PLAN	
300.11	BILLING AND PAYMENT	
300.11.1	BILLING RECORDS RETENTION	
300.11.2	PAYMENT	
300.11.3	PAYMENT PLANS	
300.11.3.1	PRE-PAID PAYMENT PLAN	
300.11.3.2	INSTALLMENT PLAN	
300.11.3.3	FIXED PAYMENT PLAN	
300.11.3.4	AVERAGE PAYMENT PLAN	
300.11.3.5	CREDIT CARD PAYMENT PLAN	
300.11.3.6	BANK DRAFT PAYMENT PLAN	
300.11.4	LATE PAYMENT PROCESSING FEES	
300.11.5	LOAN LATE FEES	
300.11.6	RETURNED CHECK / DENIED BANK DRAFT / DENIED CREDIT CARD	
300.11.7	PAYMENT DEADLINE EXTENSION	
300.11.8	PAYMENT DEADLINE EXTENSION FOR ELDERLY RESIDENTIAL MEMBERS	
300.11.9	NON-PAYMENT DISCONNECT AND RECONNECT FEE	
300.11.10	TRANSFERS OF DELINQUENT BALANCES	
300.12	VOLTAGE DESIGNATIONS	
300.13	MEASUREMENT AND METERING OF SERVICE	
300.13.1	METERING REQUIREMENTS	
300.13.2	METER RECORDS	
300.13.3	METER READINGS	
300.13.4	METER TESTING	
300.13.5	ADJUSTMENTS DUE TO METER ERRORS	
300.13.6	ADVANCED METERING OPT OUT PROGRAM	
300.13.6.1	METER EXCHANGE FEE	
300.13.6.2	METER READINGS AND METER READING AND PROCESSING FEES	
300.13.7	METER TAMPERING; THEFT OF ELECTRIC SERVICE	
300.13.8	METER TEST FEE	
300.14	DISPUTE RESOLUTION	
300.14.1	MEMBER COMPLAINTS	
300.14.2	BILLING	
300.14.2.1	DISCREPANCIES OR ADJUSTMENTS	
300.14.2.2	UNDER-BILLING	
300.14.2.3	OVER-BILLING	
300.14.2.4	POWER FACTOR ADJUSTMENT	
300.14.2.5	REFUNDS	
300.15	EASEMENT REVIEW	
300.15.1	EASEMENT RELEASE REVIEW	
300.15.2	EASEMENT OBSTRUCTION REVIEW	
	EXTENSION POLICY	
400.1	OVERVIEW	
400.2	RESIDENTIAL SERVICE	
400.3	RESIDENTIAL DEVELOPMENTS	
400.4	NON-RESIDENTIAL SERVICE	<u>37</u> 36
400.5	NON-RESIDENTIAL DEVELOPMENTS	
400.6	PRIMARY LEVEL SERVICE	
400.7	UNDERGROUND SERVICE	
400.8	STANDARD DELIVERY SERVICE AND FACILITIES	
400.9	NON-STANDARD DELIVERY SERVICE AND FACILITIES	
400.10	ROUTING	
400.11	AREA LIGHTING	41 40

Tab		

Applicable: Entire Certified Service Area	
Effective Date: October 1, 2024March 1, 2	02

Page 4 of 113

400.12	UNMETERED NON-RESIDENTIAL SERVICE	
400.13	NON-PERMANENT SERVICE	
400.14	SERVICE UPGRADES TO EXISTING COOPERATIVE FACILITIES	
400.15	SYSTEM IMPACT FEE	<u>42</u> 41
400.16	PLANNING DESIGN FEE AND REDESIGN FEES	
400.17	AFTER-HOURS SERVICE	
400.18	MISCELLANEOUS TRIP FEE	
400.19	NO REFUND OF CONTRIBUTION IN AID OF CONSTRUCTION	
400.20	DE-ENERGIZATION AND LINE CLEARANCES	
400.21	OWNERSHIP OF COOPERATIVE FACILITIES	
400.22	REMOVAL AND/OR RELOCATION OF COOPERATIVE FACILITIES	
400.22.1	REMOVAL	<u>43</u> 42
400.22.2	RELOCATION	
400.22.3	REQUEST FOR CHANGE TO COOPERATIVE FACILITIES	<u>43</u> 42
500 RATE	S	
500.1	MEMBER CHARGES, CREDITS AND ADJUSTMENTS	<u>45</u> 43
500.1.1	SERVICE AVAILABILITY CHARGE	<u>45</u> 43
500.1.2	EBILLING BILLING CREDIT	<u>45</u> 43
500.1.3	EDRAFT BILLING CREDIT	<u>45</u> 43
500.1.4	DELIVERY CHARGE	<u>45</u> 44
500.1.5	CAPACITY DEMAND CHARGE	<u>46</u> 44
500.1.6	PEAK DEMAND CHARGE	<u>46</u> 44
500.1.7	BASE POWER CHARGE	<u>46</u> 44
500.1.7.1	FLAT BASE POWER CHARGE	4745
500.1.7.2	TIME-OF-USE BASE POWER CHARGE	
500.1.8	TRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARGE	48 <u>46</u>
500.1.8.1	TRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARG	F. PFR
	KWH	4846
500.1.8.2	KWH	4846
	KWHTRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARG KW	<u>48</u> 46 E, PER 4846
	KWHTRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARG	<u>48</u> 46 E, PER 4846
500.1.8.2	KWHTRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARG KW	<u>48</u> 46 E, PER <u>48</u> 46 <u>49</u> 47
500.1.8.2 500.1.9	KWH TRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARG KW COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)	<u>48</u> 46 E, PER <u>48</u> 46 <u>49</u> 47 <u>49</u> 47
500.1.8.2 500.1.9 500.1.10	KWHTRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARG KWCOMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)PRIMARY SERVICE ADJUSTMENT (PSA)	<u>48</u> 46 E, PER <u>48</u> 46 <u>49</u> 47 <u>49</u> 47
500.1.8.2 500.1.9 500.1.10 500.1.11	KWHTRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARG KWCOMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)PRIMARY SERVICE ADJUSTMENT (PSA)RENEWABLE ENERGY RIDER CHARGE	4846 E, PER 4846 4947 4947 4947 5048
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12	KWH TRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARG KW COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA) PRIMARY SERVICE ADJUSTMENT (PSA) RENEWABLE ENERGY RIDER CHARGE SUSTAINABLE POWER CREDIT	4846 E, PER 4846 4947 4947 4947 5048
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13	KWH TRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARG KW COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA) PRIMARY SERVICE ADJUSTMENT (PSA) RENEWABLE ENERGY RIDER CHARGE SUSTAINABLE POWER CREDIT WHOLESALE ENERGY CREDIT	4846 E, PER484649474947494750485048
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13 500.1.14	KWHTRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARG KW	4846 E, PER484649474947504850485048
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13 500.1.14 500.1.15	KWHTRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARG KW COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)	4846 E, PER484649474947504850485048
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13 500.1.14 500.1.15 500.1.16	KWH	
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13 500.1.14 500.1.15 500.1.16 500.1.17	KWH TRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARG KW COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA) PRIMARY SERVICE ADJUSTMENT (PSA) RENEWABLE ENERGY RIDER CHARGE SUSTAINABLE POWER CREDIT WHOLESALE ENERGY CREDIT FRANCHISE FEE SALES TAX COOPERATIVE OWNED LAMP CHARGE POWER OF CHANGE	4846 E, PER 4846 4947 4947 5048 5048 5048 5149 5259
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13 500.1.14 500.1.15 500.1.16 500.1.17 500.1.18	KWH TRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARG KW COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA) PRIMARY SERVICE ADJUSTMENT (PSA). RENEWABLE ENERGY RIDER CHARGE SUSTAINABLE POWER CREDIT WHOLESALE ENERGY CREDIT FRANCHISE FEE SALES TAX COOPERATIVE OWNED LAMP CHARGE POWER OF CHANGE CAPITAL CREDITS.	4846 E, PER 4846 4947 4947 5048 5048 5048 5048 5149 5259
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13 500.1.14 500.1.15 500.1.16 500.1.17 500.1.18 500.1.19	KWH	
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13 500.1.14 500.1.15 500.1.16 500.1.17 500.1.18 500.1.19 500.1.20	KWH	
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13 500.1.14 500.1.15 500.1.16 500.1.17 500.1.18 500.1.19 500.1.20 500.2	KWH	
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13 500.1.14 500.1.15 500.1.16 500.1.17 500.1.18 500.1.19 500.1.20 500.2 500.2.1	KWH	
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13 500.1.14 500.1.15 500.1.16 500.1.17 500.1.18 500.1.19 500.1.20 500.2 500.2.1	KWH	
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13 500.1.14 500.1.15 500.1.16 500.1.17 500.1.18 500.1.19 500.1.20 500.2 500.2 500.2.1	KWH	
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13 500.1.14 500.1.15 500.1.16 500.1.17 500.1.18 500.1.19 500.1.20 500.2 500.2 500.2.1	KWH	
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13 500.1.14 500.1.15 500.1.16 500.1.17 500.1.18 500.1.19 500.1.20 500.2 500.2.1 500.2.2	KWH	
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13 500.1.14 500.1.15 500.1.16 500.1.17 500.1.18 500.1.19 500.1.20 500.2 500.2.1 500.2.2	KWH	
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13 500.1.14 500.1.15 500.1.16 500.1.17 500.1.18 500.1.19 500.1.20 500.2 500.2.1 500.2.2 500.2.3 500.2.3	KWH	
500.1.8.2 500.1.9 500.1.10 500.1.11 500.1.12 500.1.13 500.1.14 500.1.15 500.1.16 500.1.17 500.1.18 500.1.19 500.1.20 500.2 500.2.1 500.2.2 500.2.3 500.2.3	KWH	

Tab		

Applicable: Entire Certified Service Area	
Effective Date: October 1, 2024 March 1, 20)2

Page 5 of 113

500.2.	7 RESIDENTIAL, FARM AND RANCH SERVICE, INTERCONNECT RATE	. <u>65</u> 63
500.2.	RESIDENTIAL, FARM AND RANCH SERVICE, INTERCONNECT RATE, WITH	
	RENEWABLE ENERGY RIDER	
500.3	SMALL POWER RATE SCHEDULES	
500.3.		6765
500.3.		
	ENERGY RIDER	
500.3.		
	RATE	
500.3.		
	RATE, WITH RENEWABLE ENERGY RIDER	
500.3.		
500.3.		
	RENEWABLE ENERGY RIDER	. <u>76</u> 73
500.3.		
500.4	LARGE POWER RATE SCHEDULES	
500.4.		
500.4.		
500.4.		
500.5	INDUSTRIAL POWER SERVICE	
500.6	TRANSMISSION LEVEL SERVICE	
500.7	RATE PROGRAMS	. <u>87</u> 84
500.7.		
500.7.		
500.7.		
		. <u>88</u> 85
500.7.		. <u>88</u> 85
	7.4.1 UNMETERED LIGHTING DEVICE SERVICE	
	7.4.2 UNMETERED NON-LIGHTING DEVICE SERVICE	
500.8	FEE SCHEDULE	
600	INTERCONNECTION POLICY	
600.1	GENERAL	
600.2	LIMITATIONS WITH REGARD TO METERS AND FACILITIES	
600.3	COMPLIANCE WITH ALL LAWS, REGULATIONS, AND STANDARDS	
600.4	MEMBER REQUIREMENTS	
600.5	COOPERATIVE REVIEW OF PROPOSED DG FACILITY	. <u>95</u> 91
700	APPENDICES	0.4
700.1	MEMBERSHIP APPLICATION AND CERTIFICATE	
700.2 700.3	RESIDENTIAL LETTER OF GUARANTEE	
700.3	PREPAID PAYMENT OPTION MEMBER AGREEMENT	
	MEDICAL NECESSITY PROGRAM APPLICATION	96
700.5		00
700.0	DISTRIBUTED GENERATION (DG)	
700.6		
700.7	GENERATION (DG)	
-700.7	APPLICATION FOR EASEMENT RELEASE	106

Section 100: Definitions

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 6 of 113

100 DEFINITIONS

The following definitions apply to the Tariff and Business Rules for Electric Service, ("Tariff") of Pedernales Electric Cooperative, Inc. ("PEC" or "Cooperative"), including the service rules and regulations, policies, rate schedules and riders, and any service agreements made pursuant to this Tariff, unless specifically defined otherwise therein.

Applicant – A Person applying for membership into the Cooperative or a Member, property owner, developer, or home builder applying for a line extension, upgrade, or removal and/or relocation or modification of electric service facilities and/or requesting service at a certain voltage, including without limitation, Primary Level Service or other services.

Billing Determinant – Measured, calculated, or specified values used to determine the Cooperative's Rates, charges, credits, and adjustments. These values may include, but are not limited to, measurements of kilowatt-hours (kWh), actual monthly Non-Coincident Peak (NCP) demand in kilowatts (kW), annual NCP demand in kilowatts (kW), Four (4) Coincident Peak Demand in kilowatts (kW), billing demand in kilowatts (kW), Power Factor, Community Solar Energy Units, Unit Energy Allocation, Solar Energy, Net Energy, and number of lamps.

Business Day – All days the Cooperative business offices are open, which includes all weekdays not including Cooperative Holidays.

Capacity Demand – The maximum demand (kW) of power consumed, measured on a fifteen (15) minute interval basis within the billing period as applicable.

Commission - The Public Utility Commission of Texas.

Contribution in Aid of Construction (CIAC) – Payment by Applicant to the Cooperative for line extensions, upgrades, or expansions in excess of allowable investments by the Cooperative, or for nonstandard service facilities, removals, or relocations.

Cooperative – Pedernales Electric Cooperative, Inc., a Texas electric cooperative corporation organized and operating under the Electric Cooperative Corporation Act, Texas Utilities Code Annotated, Chapter 161, or a predecessor statute to Chapter 161, and operating under that chapter.

Cooperative Facilities — All the plant and equipment of the Cooperative, including all tangible and intangible real and personal property without limitation, and any and all means and instrumentalities in any manner owned, operated, leased, licensed, used, controlled, furnished, or supplied for, by, or in connection with the business of the Cooperative, including any construction work in progress.

Cost Calculation – A calculation of the cost to extend electric service for Residential Service or Non-Residential Service. The Cost Calculation will include labor and materials used in constructing the line extension, as well as engineering, right-of-way acquisition and clearing to the extent undertaken by the Cooperative or its agents, and all other costs directly attributable to the extension.

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Delivery System – The electric lines and other equipment, including transformers, owned by Cooperative, and the meters, including non-Cooperative owned meters, used in the delivery of electric power and energy.

Development Cost Calculation – A calculation of the cost to extend electric service to a residential subdivision or development, or non-residential development. The Development Cost Calculation will include labor and materials used in constructing the line extension, as well as engineering, right-of-way

Section 100: Definitions

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 7 of 113

acquisition and clearing to the extent undertaken by the Cooperative or its agents, and all other costs directly attributable to the extension.

Distributed Generation (DG) – An electrical generating facility located at a Member's service location, which may be connected in parallel to the Delivery System.

Encroachment – Non-permitted obstructions including vegetation, any improvements, or other personal property onto any Cooperative private easements, public utility easements, or a public right-of-way or other designated land or property in which PEC facilities are located.

Four (4) Coincident Peak (4CP) – The average of the monthly 15-minute demand for each of the months of June, July, August and September at the same time as the greatest ERCOT system 15-minute demand for the months of June, July, August and September.

Four (4) Coincident Peak (4CP) Demand - The demand (kW) measured during the 4CP.

Good Utility Practice – The meaning as assigned to this term in the Commission's Substantive Rule 25.5, Definitions.

Guarantor – A Member of the Cooperative who takes on a financial responsibility for an Applicant applying for service.

Holiday – Days the Cooperative does not consider a Business Day or days the Cooperative observes as holidays by not having hours of operation.

Individual Private Dwelling – A fixed, permanent residential structure. This term includes a mobile home that has been affixed in its permanent location. This term does not include self-propelled and non-self-propelled recreational vehicles that have no foundation other than wheels, jacks, or skirting.

Interconnection – The physical connection of a DG facility to the utility system in accordance with the requirements of the Interconnection Policy of the Cooperative.

Interconnection Agreement – The agreement which sets forth the contractual conditions under which the Cooperative and a Member agree that one (1) or more facilities will interconnect with the Delivery System.

Installment Plan – An agreement between the Cooperative and a Residential Service Member that allows the Member to pay an outstanding bill on installments extending beyond the bill's due date.

Landlord Provision – An owner or property manager acting as a landlord may apply for service and pay all applicable fees one time. Upon a tenant's 'disconnection, the landlord is automatically reconnected without being held liable for a tenant's bill nor charged additional establishment or interruption of service fees.

Load Zone – A group of electrical buses assigned to the same geographic region as designated by ERCOT.

Member – Any Person_<u>firm, corporation,</u> or <u>body politic</u>governmental entity that has applied for electric service and has paid the Cooperative's membership fee<u>and agrees to be bound by the Cooperative's governing documents.</u>

Member Class – A group of Members with similar electric usage and service characteristics (i.e. residential, small power, large power) taking service under one (1) or more rate schedules.

Section 100: Definitions

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 8 of 113

Multi-Family Dwelling – Building(s) containing two (2) or more dwelling units, rented primarily for non-transient use, and with rent paid at intervals of one (1) week or longer. Multi-Family Dwelling includes residential condominiums, whether rented or owner occupied.

Municipality – A city, incorporated village, or town, existing, created, or organized under the general, home rule, or special laws of the State of Texas.

Net Operating Margins – The excess revenue remaining after all operating expenses, including but not limited to, cost of power, depreciation, interest, and taxes have been deducted from the Cooperative's total operating revenue.

Non-Residential Service – Service provided to Members who do not meet the qualifications for service in Section 500.2 Residential Rate Schedules.

Parallel Operation – The operation of on-site DG while the customer connects to the Cooperative's Delivery System.

Payment Plan – Any agreement between the Cooperative and a Member that allows a Member to pay the outstanding bill after its due date.

Peak Demand – The maximum demand (kW) of power consumed measured on an hourly interval basis during the Peak and the Super Peak time periods as applicable.

Person – Any natural person, organization, or businesslegal entity or trust.

Point of DeliveryInterconnection – The point, as determined by the Cooperative, at which electric power and energy leaves or enters the Delivery System. For residential installations, the Applicant will install and be solely responsible for the wiring of the installation and all service entrance wiring through the weather head and the meter base to the Applicant's main disconnect switch or service center—except as otherwise determined by the Cooperative at its sole discretion. For non-residential installations, the Applicant will install and be solely responsible for the wiring of the installation on Applicant's side of the Point of DeliveryInterconnection regardless of the metering location provided that the voltage service level at the metering location is the same as that of the deliveryInterconnection point.

Premises – A tract of land or real estate including buildings and other appurtenances thereon.

Primary Account – For a Member that has multiple accounts, the account to which the membership fee is assigned and which also determines the Members' Member's voting district. A Primary Account may be transferred in accordance with Section 300.8.2 Transferring Primary Account.

Primary Level Service – Service delivered at any one of the Cooperative's available service voltages delivered after one (1) Cooperative transformation (other than by use of autotransformers) from a transmission voltage.

Qualifying Cogenerator - The meaning as assigned to this term by 16 U.S.C. §796 (18) (C).

Qualifying Cogeneration Facility - The meaning as assigned to this term by 16 U.S.C. §796 (18) (B).

Qualifying Facility – Either a Qualifying Small Power Producer or Qualifying Cogeneration Facility.

Qualifying Small Power Producer - The meaning as assigned to this term by 16 U.S.C. §796 (17) (D).

Rate - Includes:

Section 100: Definitions

Applicable: Entire Certified Service Area Effective Date: October 1, 2024 March 1, 2025

Page 9 of 113

- Any compensation, tariff, charge, adjustment, credit, rider, fare, toll, rental, or classification that is directly or indirectly demanded, observed, charged, or collected by the Cooperative for a service, product, or commodity; and
- 2. A rule, practice, or contract affecting the compensation, tariff, charge, fare, toll, rental, or classification.

Real Time Market - Energy transactions occurring within the current instant in time in the ERCOT market.

Received Energy – The surplus energy generated by a DG system with an Interconnection Agreement received by the Cooperative's Delivery System during a billing cycle.

Residential Service – Service provided to Members who meet the qualifications for service in Section 500.2 Residential Rate Schedules.

Secondary Level Service – Service delivered at any one of the Cooperative's standard service voltages delivered after two (2) or more Cooperative transformations (other than by use of autotransformers) from a transmission voltage.

Service – The term includes any act performed, anything supplied, and any Cooperative Facilities used or supplied by the Cooperative in the performance of its duties.

Settlement Point Price – The price calculated for the Load Zone for each 15-minute settlement interval in Real-Time Market operations.

Tenant – A Person who is entitled to occupy a dwelling unit to the exclusion of others and who is obligated to pay for the occupancy under a written or oral rental agreement.

Transmission Level Service – Service delivered at the Cooperative's standard transmission service voltage.

Section 200: Description of the Cooperative Service Area

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 10 of 113

200 DESCRIPTION OF THE COOPERATIVE'S SERVICE AREA

PEC may serve all or a portion of the counties and cities listed below.

200.1 COUNTIES SERVED

Bell County Guadalupe County Bexar County Hays County Blanco County Kendall County **Burnet County** Kerr County Caldwell County Kimble County Kinney County **Comal County** Edwards County Lampasas County Llano County Gillespie County

Mason County Menard County Real County San Saba County Schleicher County Sutton County Travis County Williamson County

200.2 FRANCHISE CITIES SERVED

Austin **Bear Creek** Highland Haven Horseshoe Bay Bertram Blanco Johnson City Boerne Jonestown Junction **Briarcliff** Buda Kempner Bulverde Kyle Cedar Park Lago Vista Cottonwood Shores Lakeway Creedmoor Leander **Dripping Springs** Liberty Hill Fair Oaks Ranch Marble Falls Florence Meadowlakes Georgetown Mountain City Granite Shoals Mustang Ridge

Niederwald Point Venture Round Mountain Round Rock San Leanna San Marcos Spring Branch The Hills Uhland Bear Creek Briarcliff Volente Weir Wimberley Woodcreek

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 11 of 113

300 GENERAL SERVICE RULES AND REGULATIONS

300.1 GENERAL

This Tariff contains all Rates stated separately by type of service and the rules and regulations of the Cooperative affecting Rates, terms and conditions of service. The Tariff is intended to provide uniformity in the delivery of power and energy services to all Members within the Cooperative's service area.

The Cooperative will construct, own, operate, and maintain its Delivery System in accordance with Cooperative standards and Good Utility Practice for the delivery of electric power and energy.

The Cooperative will provide all Members access to the Delivery System pursuant to this Tariff, which establishes the Rates, terms and conditions, and policies for such access, except as otherwise agreed to by the Member and the Cooperative at the Cooperative's discretion.

The Cooperative Rates will provide access to the Delivery System on a non-discriminatory basis to all Members.

300.2 AVAILABILITY OF TARIFF

The Tariff will be accessible on the Cooperative's website or as requested. The Cooperative will provide copies of this Tariff at each office where applications are received, at a Member's request.

300.3 ALTERNATE LANGUAGE REQUIREMENTS

The Cooperative may provide information in English, Spanish, and any other language as the Cooperative deems necessary.

300.4 MEMBER ACCESS TO COOPERATIVE RECORDS

A Member, upon written request, is entitled to examine and copy (at the Member's expense), at any reasonable time, the books, and records of the Cooperative subject to the conditions of the Cooperative's Open Records Policy.

Requests for information are restricted to Members of the Cooperative. The Open Records Policy does not require the creation of Records (as defined in the Open Records Policy). The Cooperative reserves the right to charge an Open Records fee to the Member, payable in advance, if fulfilling the request, or a series of substantively related requests, requires large amounts of employee time or other materials and services to fulfill the request. All fee amounts are per Section 500.8. Fee Schedule.

Please direct all Member requests for information to:

Open Records Request Pedernales Electric Cooperative, Inc. P.O. Box 1, Johnson City, TX 78636

- or -

openrecords@peci.com
Through PEC's Open Records Request form on PEC's website.

300.4.1 SUBPOENA RESPONSE SERVICES

If records are requested by subpoena, the Cooperative may charge the requester an hourly fee to answer the request. All fee amounts are per Section 500.8, Fee Schedule.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 12 of 113

300.4.2 EASEMENT RELEASE APPLICATION

The Cooperative will assess a fee for processing an Application for Easement Release. A Member may contact the Cooperative for an Application for Easement Release. All fee amounts are per Section 500.8, Fee Schedule.

300.5 WAIVERS

The Cooperative's credit and deposit requirements are subject to change at any time by the Board of Directors. For good cause, including for natural disasters or other declared emergencies, the Chief Executive Officer may waive, suspend, or modify any credit or deposit requirement, the establishment fee, same day service fee, and reconnection fee for a limited duration to address the circumstances. The Chief Executive Officer must inform the Board of Directors at its next regular meeting of all actions taken.

300.6 NON-DISCRIMINATION

The Cooperative will not discriminate based on race, color, nationality, religion, sex, marital status, disability, income level, or source of income, and will not unreasonably discriminate based on geographic location.

300.7 CREDIT WORTHINESS AND SECURITY DEPOSITS

300.7.1 CREDIT REQUIREMENTS FOR RESIDENTIAL APPLICANTS

The Cooperative will require an Applicant for Residential Service or an existing residential Member to establish and maintain satisfactory credit as a condition of providing service.

Establishment of credit will not relieve any Member from complying with the Cooperative's requirements for prompt payment of bills.

The Cooperative will equally apply credit worthiness to both spouses for twelve (12) months immediately after a divorce.

An Applicant for Residential Service or an existing Residential Service Member can establish satisfactory credit by any of the following:

- 1. Clearing clearing any unpaid or delinquent balances prior to re-establishing service with the Cooperative; and any of the following:
- 1. Meeting and adhering to the Cooperative's payment policies and/or Payment Plan such that:
 - a. During the most recent twelve (12) consecutive months of service the Member is not late in paying a bill more than once;
 - b. The Member does not have service disconnected for nonpayment; and
 - c. The Member does not have more than one (1) returned check.
- 2. Having had a credit risk assessment conducted by the Cooperative or on its behalf and receiving a satisfactory credit risk assessment; or
- 2-3. Providing customer history from any electric service provider for the same kind of service within the last two (2) years; was not delinquent more than once in payment of any such electric service account in the most recent twelve (12) consecutive months of service, and provides a satisfactory letter of credit history from the Applicant's previous electric service provider.

Formatted: Indent: Left: 0.38", No bullets or numbering

Formatted: Numbered + Level: 1 + Numbering Style: 1, 2, 3, ... + Start at: 1 + Alignment: Left + Aligned at: 0.38" + Indent at: 0.63"

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 13 of 113

300.7.2 CREDIT REQUIREMENTS FOR NON-RESIDENTIAL APPLICANTS

For Non-Residential service, if an Applicant's or existing Member's credit has not been demonstrated satisfactorily to the Cooperative, the Applicant may be required to pay a deposit in an amount not to exceed one-sixth (1/6th) of the annual estimated bill. or provide other security at the Cooperative's discretion.

An Applicant for Non-Residential Service or an existing non-residential Member canmay establish satisfactory credit by:

- 4.Clearing_clearing any unpaid or delinquent balances prior to re-establishing service with the Cooperative; and any of the following:
- 2.1. Meeting and adhering to the Cooperative's payment policies and/or Payment Plan such that:
 - a. During the most recent twenty-four (24) consecutive months of service the Member is not late in paying a bill more than once;
 - b. The Member does not have service disconnected for nonpayment; and
 - c. The Member does not have more than one (1) returned check.
- 3-2. Providing customer history from any electric service provider for the same kind of service within the last two (2) years; was not delinquent more than once in payment of any such electric service account in the twenty-four (24) consecutive months of service, and provides a satisfactory letter of credit history from the Applicant's previous electric service provider; or
- 4.3. Having had a credit risk assessment conducted by the Cooperative or on its behalf and receiving a satisfactory credit risk assessment.

300.7.3 DEPOSITS AND GUARANTEE AGREEMENTS

300.7.3.1 NEW APPLICANT

Upon application, if an Applicant is not credit worthy per Sections 300.7.3.1, new Applicant or Section 300.7.3.2, Existing Member, they will be required to pay the following deposits, unless they qualify and choose the residential Pre-paid Payment Plan or Bank Draft Payment Plan option:

- A fixed deposit in the amount of one hundred fifty dollars (\$150.00) for Residential Service
 or three hundred dollars (\$300.00) for Non-Residential service in the event the Applicant fails
 to provide complete, accurate, and verifiable identification information when requested by the
 Cooperative when applying for electric service; or
- A fixed deposit in the amount of either seventy-five dollars (\$75.00) or one hundred fifty dollars (\$150.00) for Residential Service or three hundred dollars (\$300.00) for Non-Residential Service in the event the Applicant fails to either:
 - a. Provide a satisfactory letter of credit history from its previous electric service provider; or
 - b. Receive a satisfactory credit risk assessment conducted by the Cooperative or on its behalf. The amount of the deposit due will be based on a credit risk assessment.

Formatted: Indent: Left: 0.38", No bullets or numbering

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 14 of 113

300.7.3.2 EXISTING MEMBER

An existing Member applying for additional electric service is required to pay the following charges, unless they qualify and choose the residential Pre-paid Payment Plan or Bank Draft Payment Plan option:

- A fixed deposit in the amount of one hundred fifty dollars (\$150.00) for Residential Service
 or three hundred dollars (\$300.00) for Non-Residential Service in the event the Member fails
 to provide complete, accurate and verifiable identification information when requested by the
 Cooperative when applying for additional electric service; or
- 2. A fixed deposit in the amount of either seventy-five dollars (\$75.00) or one hundred fifty dollars (\$150.00) for Residential Service or three hundred dollars (\$300.00) for a Non-Residential Service in the event the Member failed to satisfactorily demonstrate to the Cooperative the Member's credit worthiness or otherwise demonstrated a previous history of neglect to fulfill membership obligations. Examples include, but not limited to, paying a bill late more than once during the most recent twelve (12) consecutive months of service for Residential or twenty-four (24) consecutive months for Non-Residential Service, disconnection for nonpayment, failure to meet obligations under an installment plan, return of a check for insufficient funds, theft of service, meter tampering, safety code violations or fraud. The Cooperative bases the amount of the deposit due on a credit risk assessment.

If the Member applying for additional electric service has less than twelve (12) consecutive months of service, the Member may provide a satisfactory letter of credit history from its previous electric service provider or have a credit risk assessment conducted by the Cooperative on its behalf and receive a satisfactory credit risk assessment.

300.7.3.3 ADDITIONAL DEPOSIT

If the Applicant or existing Member has already paid a fixed deposit, the Applicant may be required to pay an additional deposit up to a total deposit or provide other security at the Cooperative's discretion, amount not to exceed one-sixth (1/6th) of the annual estimated bill.

300.7.3.4 DEPOSIT WAIVER DUE TO FAMILY VIOLENCE

If the Applicant or existing Member has been determined to be a victim of family violence as defined in the Texas Family Code §71.004, such Person will not be required to pay either an initial or additional deposit when establishing new service. This determination will be evidenced by submission to the Cooperative of a certification letter developed by the Texas Council on Family Violence within ten (10) Business Days of the application for service. This waiver will only be applied toward an initial or additional deposit for a single location for the Applicant or existing Member unless another certification letter is later provided. Any reconnections after nonpayment will be subject to payment of the past due balance, reconnection fee, deposits, and any other fees required. All fee amounts are per Section 500.8, Fee Schedule.

300.7.3.5 REFUSAL OF SERVICE

The Cooperative may refuse to provide service to an Applicant if the requested deposit is not paid at the initiation of service. The Cooperative may also refuse to reconnect service to an Applicant or existing Member if the requested deposit is not paid upon request.

300.7.4 GUARANTEES OF RESIDENTIAL MEMBER ACCOUNTS

The Cooperative will allow an Applicant that cannot meet the credit requirements as defined in Section 300.7, Credit Worthiness and Security Deposits, to have a Guarantor sign an agreement that fulfills the credit requirements on their behalf. A guarantee agreement between the Cooperative and a Guarantor with satisfactory credit must be in writing and will be for no more than the amount of the

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 15 of 113

initial deposit the Cooperative would require on the Applicant's account pursuant to Section 300.7.3.1, New Applicant.

- A Guarantor can establish satisfactory credit by meeting and adhering to the Cooperative's payment policies and/or Payment Plans such that:
- a. During the most recent twelve (12) consecutive months of service the Guarantor is not late in paying a bill more than once;
- During the most recent twelve (12) consecutive months of service the Guarantor has not had service disconnected for nonpayment; and
- c. During the most recent twelve (12) consecutive months of service the Guarantor has not had more than one (1) returned check.
- 2. The Cooperative will void and return the guarantee to the Guarantor according to the provisions of Section 300.7.8, Refunding Deposits and Voiding Letters of Guarantee.
- 3. Upon default by a residential Member, the Guarantor of that Member's account will be responsible for the unpaid balance of the account only up to the amount agreed to in the written agreement.
- 4. The Cooperative will provide written notification to the Guarantor of the Member's default, the amount owed by the Guarantor, and the due date for the amount owed.
- 5. The Cooperative will provide the Guarantor a bill which will include the payment due date which will not be less than sixteen (16) calendar days after issuance.
- The Cooperative may transfer the amount owed on the defaulted account to the Guarantor's own service bill, provided it separately identifies the guaranteed amount owed on the Guarantor's bill.
- The Cooperative may disconnect service to the Guarantor for nonpayment of the guaranteed amount

300.7.5 AMOUNT OF DEPOSIT

The total deposit(s) from an Applicant or Member will not exceed one-sixth (1/6th) of the estimated annual billing for the account unless the Member or Applicant is subject to the fixed deposit amount described in Section 300.7.3, Deposits and Guarantee Agreements, in which case the amount of the deposit will not be less than the amount of those fixed deposit(s) or unless the Member or Applicant is subject to Section 300.7.2 Credit Requirements for Non-Residential Applicants.

300.7.6 INTEREST ON DEPOSITS

The Cooperative will pay interest on any required deposits at an annual rate at least equal to that set by the Commission on December first (1st) of the preceding year, pursuant to Texas Utilities Code §183.003. If a deposit is refunded, payment of interest will be made retroactive to the date of the deposit.

Payment of the interest will be made to the Member annually or at the time the deposit is returned or credited to the Member's account.

The deposit will cease to draw interest on the date it is returned or credited to the Member's account.

300.7.7 RECORDS OF DEPOSITS

The Cooperative will keep the following records:

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 16 of 113

- 1. The name and address of each depositor;
- 2. The amount and date of the deposit; and
- 3. Each transaction concerning the deposit.

The Cooperative will issue a receipt of deposit to each Applicant paying a deposit and will provide means for a depositor to establish a claim if the receipt is lost.

The Cooperative will maintain a record of each unclaimed deposit for at least four (4) years.

The Cooperative will make a reasonable effort to return unclaimed deposits.

300.7.8 REFUNDING DEPOSITS AND VOIDING LETTERS OF GUARANTEE

If service is not connected or is disconnected, the Cooperative will promptly refund the Applicant's deposit, plus accrued interest on the balance, if any, in excess of the unpaid bills for service furnished and void and return to the guarantor all letters of guarantee on the account or provide written documentation that the contract has been voided.

The Cooperative will promptly refund the deposit plus accrued interest to the Member or credit the amount of the deposit and accrued interest to the Member's account or void and return the guarantee or provide written documentation that the contract has been voided when the following conditions are all met.

- Member has paid bills for Residential Service for twelve (12) consecutive billing months or when the Member has paid bills for Non-Residential Service for twenty-four (24) consecutive billing months;
- 2. During that time service was not disconnected for nonpayment of a bill; and
- 3. During that time Member was not delinquent in the payment of bills more than once.

The deposit may be retained if the Member:

- 1. Does not meet the foregoing refund criteria; or
- 2. Failed to provide complete, accurate, and verifiable identification information when requested by the Cooperative.

The letter of guarantee may be retained if the Member does not meet the foregoing refund criteria.

300.7.9 RE-ESTABLISHMENT OF CREDIT

A Member whose service has been disconnected for nonpayment of bills or theft of service (meter tampering or bypassing of meter) will be required, before service is reconnected, to pay all amounts due to the Cooperative, including reconnection and other applicable fees, and reestablish credit. All fee amounts are per Section 500.8, Fee Schedule.

300.8 ESTABLISHING MEMBERSHIP

300.8.1 ESTABLISHING MEMBERSHIP AND MEMBERSHIP FEE

Membership in the Cooperative is required for service. A Person that is a Member of the Cooperative will be entitled to a single or joint membership, <u>as defined in the Bylaws</u>, no matter how many meters or accounts the Member has. A <u>membership</u> fee will be required with the initial application for service and establishes the Primary Account. At that time, the fee will be applied to the Member's open

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 17 of 113

account or applied to the outstanding account balance of the last open account. Termination of membership does not release a Member or Member's estate from debts owed to the Cooperative. Additional fees may be required for each additional service connection requested by the Member, but the Cooperative will not charge an additional membership fee due to the creation of additional service connections by the Member. The Cooperative will retain the membership fee until the membership terminates_or the property sells. All fee amounts are per Section 500.8, Fee Schedule.

300.8.2 TRANSFERRING PRIMARY ACCOUNT

Members of the Cooperative that have multiple accounts may transfer their Primary Account to another account no more than once every three (3) years.

300.8.23 ESTABLISHMENT OR TRANSFER FEE

There will be a fee collected for connecting service and/or transferring account information per service location. All fee amounts are per Section 500.8, Fee Schedule.

300.9 SERVICE

This section applies to all locations within the Cooperative's service area, according to the type of service provided and subject to the provisions of the Cooperative's Rates and Line Extension Policy and any other applicable provisions of the Tariff. These rules will not relieve in any way the Cooperative or Member from any of their duties under the laws of the State of Texas or the United States.

300.9.1 CONDITIONS OF SERVICE

The Cooperative will provide electric service to all Applicants within its service area, provided the following conditions are met:

- The Applicant pays a membership fee and any other amounts required by the Cooperative's rules, including amounts required in Section 300.7, Credit Worthiness and Security Deposits;
- 2. The Applicant is not delinquent on a past or present account;
- The Applicant accepts the terms for membership and rules for service, <u>unless otherwise agreed</u>
 to by the Applicant and the Cooperative, at the Cooperative's discretion, and provides the
 Cooperative with information reasonably required to verify the identity of the Applicant;
- 4. The Applicant provides a billing address or an email address for purposes of billing notification;
- 5. The Applicant grants the Cooperative easement rights and acquires all necessary easements from adjacent landowners on a form acceptable to the Cooperative for its facilities. All costs and expenses, if any, related to the acquisition of easements to serve the Applicant will be the responsibility of the Applicant, including the Cooperative's costs and expenses if the Cooperative participates in the acquisition of the easements through condemnation proceedings;
- 6. The Applicant provides a meter loop conforming to the Cooperative's current requirements and standards and the latest version of the National Electrical Code (NEC);
- 7. The Applicant's installation and equipment must not be hazardous or of such type that satisfactory service cannot be given : and any improvements or personal property do not must not create or permit Encroachments encroach—on any Cooperative easement or any other right—of-way reserved for the Cooperative's use;
- 8. The Applicant will grant access to the Cooperative or its authorized contractors or agents at all reasonable hours, or at any hour if for the sole purpose of restoring power, maintaining, upgrading, construction, or repairs of Cooperative Facilities, and perform other activities necessary to provide electrical service, including collection activity, securing Cooperative

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 18 of 113

Facilities, and vegetation management that in the discretion opinion of the Cooperative may constitute a hazard to Cooperative personnel or facilities, or to the provision of electrical service. Applicant may ask the authorized contractor or agent to exhibit a photo identification badge to gain access. Failure to provide access to Cooperative Facilities may result in suspension of electrical service; and

 The Cooperative can provide service from existing Cooperative lines, or the Cooperative can build new power lines as detailed in Section 400 Line Extension Policy.

300.9.2 TIMING OF SERVICE

Applications for new electric service not involving line extensions or construction of new facilities will be connected no later than three (3) Business Days after the Applicant has met the credit requirements in Section 300.7, Credit Worthiness and Security Deposits, and complied with all applicable state and municipal regulations the Conditions of Service and other applicable regulations.

300.9.3 SAME DAY SERVICE FEE

If an Applicant or a Member requests same day connection or reconnection, due to nonpayment, any time outside of 8:00 am to 5:00 pm on Business Days, the Cooperative will may collect a fee for providing service the same day. All fee amounts are per Section 500.8, Fee Schedule.

300.9.4 SERVICE TO RENTAL LOCATION

The Cooperative's preference is for Individual Private Dwellings or Multi-Family Dwellings to be separately metered and will be subject to all related provisions and fees herein.

Owners, operators, proprietors, or lessorsLandlords who provide leased or rented units and require continued service during periods of vacancies will be required to make application for electric service for each leased or rented unit and are encouraged to utilize the Landlord Provision. Owners, operators, proprietors, or lessorsLandlords will be obligated to pay for such service and are not required to pay an establishment fee each time a vacancy occurs.

Any tenant may request electric service disconnection for their account and the Cooperative will disconnect service as soon as reasonably possible. If a Landlordn owner, operator, proprietor, or lesser, establishes an account as provided in this section, the Landlordthose people will be obligated to pay for service during any periods of vacancy.

Upon sale of property, the owners, operators, proprietors, or lessors are Landlord is responsible for notifying the Cooperative to update the account status. The owners, operators, proprietors, or lessors Landlord is are responsible for all bills at the locations(s) until such time of notice.

300.9.5 REFUSAL OF SERVICE

The Cooperative may refuse to serve an Applicant for any of the following reasons:

- 1. The Applicant fails to meet any Conditions of Service listed in Section 300.9.1.
- 4-2. The Applicant's installation or equipment is known to be hazardous or of such character that satisfactory service cannot be given, or the Applicant's facilities do not comply with all applicable state and municipal regulations;
- 2.3. The Applicant fails to comply with the Cooperative's Tariff pertaining to operation of nonstandard equipment or unauthorized attachments, which interfere with the service of others. The Cooperative will provide the Applicant notice of such refusal and a reasonable amount of time to comply with the Cooperative's Tariff;

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 19 of 113

- 3.4. The Applicant applies for service at a location where another Member has received, or continues to receive, service and the bill is unpaid at that location, and the Cooperative can prove the change in identity is made in an attempt to help the other Member avoid or evade payment of the Cooperative's outstanding bill.
- 4.5. The Applicant refuses or fails to permit the Cooperative or its authorized contractor or agents access to Cooperative Facilities whether located either at the Applicant's property or across the Applicant's property;
- 5.6. The Applicant owes a debt to the Cooperative for the same kind of service requested;
- 6-7. The Applicant refuses to pay a deposit that is required in Section 300.7.3 Deposits and Guarantee Agreements; or
- 7-8. The Applicant's guarantor on any account refuses to pay the amount agreed to under a guarantee agreement.

If the Cooperative has refused to serve an Applicant, the Cooperative will inform the Applicant of the reason for its refusal and the Applicant may file a complaint as referenced in Section—300.14.4 300.14.1 Member Complaints.

300.9.6 CONTINUITY OF SERVICE

The Cooperative endeavors to provide continuous electric service but makes no guarantees against interruptions. The Cooperative will make all reasonable efforts to prevent interruptions of service. When interruptions occur, the Cooperative will re-establish service within the shortest possible time. If continuous service at a constant voltage is required, the Member must install the necessary equipment. Should Members require three-phase service, they will be responsible for providing and operating such protective equipment as is necessary to protect their equipment from damage resulting from loss of power to one (1) or more phases. If electric service interruption occurs, the Member must determine if the equipment and wiring is functioning properly. Cooperative personnel will not make repairs to Member's wiring or equipment.

The Cooperative will not be held liable for damages caused by interruption, failure to commence delivery, or voltage, wave form, or frequency fluctuation caused by interruption or failure of service or delay in commencing service due to accident or breakdown of plant, lines, or equipment, strike, riot, act of God, order of any court or judge granted in any bona fide adverse legal proceedings, or action or any order of any commission or tribunal having jurisdiction; or, without limitation by the preceding enumeration, any other act or things due to causes beyond its control, to the negligence of the Cooperative, its employee, or contractors, except to the extent that the damages are occasioned by the gross negligence or willful misconduct of the Cooperative.

300.9.7 DISCONTINUATION OF SERVICE

300.9.7.1 VOLUNTARY MEMBER DISCONNECTION

A Member may request disconnection, and the Cooperative will disconnect the service on the date requested by a Member or no later than three (3) Business Days after such date.

300.9.7.2 COOPERATIVE DISCONNECTION

300.9.7.2.1 DISCONNECTION WITH NOTICE

The Cooperative may disconnect service after proper notice, as referenced in Sections 300.11, Billing and Payment, and 300.9.1 Conditions of Service, for the following reasons:

Failure to pay a bill for Cooperative services or make a payment arrangement by the date
of disconnection and the account is delinquent;

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 20 of 113

- 2. Failure to comply with the terms of any payment agreement;
- 3. Failure to pay a deposit when required;
- 4. Failure to pay a guaranteed amount when required;
- 5. Violation of the Cooperative's rules on using service in a manner which interferes with the service of others or the operation of nonstandard equipment, if a reasonable attempt has been made to notify the Member and the Member is provided with a reasonable opportunity to remedy the situation; or
- 6. Refusal or failure to permit the Cooperative or its authorized contractors or agents access to Cooperative Facilities, whether located either at the Member's property or across the Member's property, if a reasonable attempt has been made to notify the Member and the Member is provided with a reasonable opportunity to remedy the situation described in the notice; or for any Encroachment that interferes with the safe, reliable, and efficient operation of the Cooperative's Delivery System; or
- Paying a delinquent account balance with a check returned to the Cooperative for insufficient funds.

300.9.7.2.2 DISCONNECTION WITHOUT PRIOR NOTICE

The Cooperative may disconnect service without prior notice for any of the following reasons:

- Where a known dangerous condition exists. Where accessible reasonable, given the nature
 of the hazardous condition, the Cooperative will post a notice of disconnection and the
 reason for the disconnection at the place of common entry or upon the front door of each
 affected residential unit as soon as possible after service has been disconnected;
- 2. Where the Cooperative discovers that service is being obtained in any unlawful manner;
- If required by any official having authority to order such disconnection in the event of a
 natural disaster, fire, flooding and the like (where possible, with prior notice to be provided);
- Where service is connected without authority <u>by a Person who has not made application</u> for service;
- 5. Where service was reconnected without authority after termination for nonpayment; or
- Where there has been tampering with the Cooperative's equipment or evidence of theft of service.

300.9.7.2.3 DISCONNECTION PROHIBITED

The Cooperative may not disconnect service for any of the following reasons:

- Delinquency in payment for the Cooperative's service by a previous occupant of the premises;
- Failure to pay disputed charges, except for the required average billing payment, until a determination as to the accuracy of the charges has been made by the Cooperative and the Member has been notified of this determination; or

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 21 of 113

- 3. Failure to pay charges arising from an under-billing due to any faulty metering, unless the under-billing arises from a theft of service by a Member.
- 3.4. A Landlord requesting disconnection of a tenant will not be disconnected for eviction purposes if tenant is in compliance with Section 300.11.2 Payment.

300.9.7.2.4 DISCONNECTION DUE TO COOPERATIVE ABANDONMENT

The Cooperative will not abandon a Member or a certified service area without written notice to its Members and all similar neighboring utilities, and approval from the Commission.

300.9.7.2.5 DISCONNECTION OF PAYMENT ASSISTANCE MEMBERS

The Cooperative cannot terminate service to a delinquent residential Member for a billing period in which the Cooperative receives a pledge, letter of intent, purchase order, or other notification that an energy assistance provider is forwarding sufficient payment to continue service.

300.9.7.2.6 DISCONNECTION DURING EXTREME WEATHER

The Cooperative will not disconnect a residential Member on a day when:

- The previous day's highest temperature did not exceed thirty-two (32) degrees Fahrenheit, or the temperature is predicted to be at or below that level for the next twenty-four (24) hours, according to the local National Weather Service (NWS) reports for the Member's designated territory, eastern or western; or
- The previous day's highest temperature exceeded one hundred (100) degrees Fahrenheit, or the predicted temperature is to be at or above that level for the next twenty-four (24) hours, according to the local NWS reports for the Member's designated territory, eastern or western.

300.9.7.2.7 DISCONNECTION DURING WEEKEND OR HOLIDAY

The Cooperative will not disconnect a Member on a weekend day or Holiday.

300.9.7.2.8 DISCONNECTION NOTICES

Any disconnection notice issued by the Cooperative to a Member will:

- Not be issued before the first calendar day after the bill is due, to enable the Cooperative
 to determine whether the payment was received by the due date;
- Be a separate mailing, electronic notice, or hand-delivered notice with a stated date of disconnection with the words "disconnection notice" or similar language prominently displayed;
- Have a disconnection date not less than seven (7) calendar days after the Cooperative issues notice;
- 4. Be written in English and Spanish; and
- 5. Include a statement notifying the Member that if they need assistance paying their bill by the due date, or are ill and unable to pay their bill, they may be able to make an alternate Payment Plan, establish an installment plan, or possibly secure payment assistance. The notice will also advise the Member to contact the Cooperative for more information.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 22 of 113

300.9.8 SWITCHOVERS AND DISCONNECTON FEES

In cases where the Cooperative provides electric service to a Member and the Member requests disconnection to obtain electric service from another utility certified to that area, the following rules will apply.

- The Member will request the Cooperative, in writing, to disconnect electric service from the desired location.
- 2. The Member will pay the following charges prior to disconnection:
 - All applicable fees and costs to cover labor and transportation costs involved in the disconnection;
 - A charge for distribution facilities rendered idle from the disconnection and not useable elsewhere on the system based on the original cost of such facilities less accumulated depreciation, salvage, and any previous CIAC;
 - c. A charge for the labor and transportation costs involved in removing any idle facilities. This charge only applies if the disconnecting Member requests removal, if removal is required for safety reasons, or if the salvage value of the facilities does not exceed such removal costs; and
 - d. All charges for electric service up to the date of disconnection.

Upon payment of the aboveall applicable fees and charges, the Member will receive a paid receipt from the Cooperative for presentation to the connecting utility.

The Cooperative will advise the Member that the connecting electric utility may not provide service to Member until such connecting utility has evidence that the Member has paid all charges provided for under this tariff.

All fee amounts are per Section 500.8, Fee Schedule.

300.9.9 AFTER-HOURS RECONNECTION FEE

The Cooperative will assess a fee for reconnection after nonpayment. It is at the Cooperative's discretion to reconnect service Service reconnectionsfor nonpayment after business hours are at the Cooperative's discretion. In the event a Member has been disconnected and the Cooperative performs any service reconnections for nonpayment after business hours on Monday through Sunday, the Member must may pay a non-refundable same day service fee prior to reconnection. This same day service These fees are is in addition to the past due balance, reconnection fee, deposits and any other fees required. All fee amounts are per Section 500.8, Fee Schedule.

300.9.10 MEDICAL NECESSITY PROGRAM

The Cooperative will maintain a registry of Residential Service locations where people rely on life-sustaining electrical equipment. To be considered for this program a Member must complete, submit and have approved by the Cooperative a Medical Necessity Program Application... Appendix 700.4.

To qualify, the location must house someone diagnosed by a physician in one of the following categories:

 Chronic – Having been diagnosed by a physician as requiring an electric-powered device to prevent the impairment of major life function. To maintain chronic designation, Members must reapply once a year;

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 23 of 113

- 2. Chronic, lifelong Same as chronic, but does not require annual application;
- Critical care Having been diagnosed by a physician as requiring an electric-powered device to sustain life. To maintain critical care designation, Members must reapply once every two (2) years; or
- 4. Critical care, lifelong Same as critical care, but does not require biennial application.

When planned outages or service interruptions for nonpayment are scheduled, the Cooperative will attempt advance notice so preparations can be made. This Program does not guarantee priority electric service restoration, and locations registered in the program are not exempt from planned service interruptions, nor are registered Members exempt from their financial responsibilities or from the termination of service.

300.9.11 CRITICAL LOAD PROGRAM

The Cooperative will maintain a registry of non-residential service locations which will be managed and reviewed on a recurring basis. To be considered for this program, a Member must complete and submit a Critical Load Program application through PEC's website and have it approved by the Cooperative. Qualification requirements for PEC's Critical Load Program are found on PEC's website.

When planned outages or service interruptions for nonpayment are scheduled, the Cooperative will attempt to provide advance notice so preparations can be made. This Program does not guarantee priority electric service restoration, and locations registered in the program are not exempt from planned service interruptions, nor are registered Members exempt from their financial responsibilities or from the termination of service.

300.9.12 RECORD OF INTERRUPTION

The Cooperative will keep records of sustained interruptions. Where practical, the Cooperative will keep a complete record of all momentary interruptions. These records will show the type of interruption, the cause for the interruption, the date and time of the interruption, the duration of the interruption, the number of Members interrupted, the substation identifier, and the transmission line or distribution feeder identifier. The Cooperative will retain records of interruptions for five (5) years.

300.10 EMERGENCY OPERATIONS PLAN

The Cooperative will maintain an emergency operations plan as required by the Commission.

300.11 BILLING AND PAYMENT

Once service has been established, Members will begin to receive bills on a recurring monthly basis per the billing cycle selected. The billing date will be posted on the Member's bill and refers to the date the bill has been generated. Service dates are included and refer to the days of service within that billing period. The payment due date is provided on the billing statement accompanied with the total amount due. The payment due date will not be less than sixteen (16) calendar days after the bill has been generated. The word "estimated" will be shown prominently displayed on a bill, if necessary, to identify an estimated bill. The Cooperative may submit estimated bills for good cause provided an actual meter reading is unavailable. Payments will be considered delinquent if not paid by the due date as stated on the monthly bill provided.

300.11.1 BILLING RECORDS RETENTION

The Cooperative maintains monthly billing records for each account for at least three (3) years after the mailed bill date. The billing records will contain sufficient data to reconstruct a Member's billing for a given month. Members may request copies of their account's billing records.

300.11.2 PAYMENT

All bills for electric service are payable via any of the payment options offered by the Cooperative.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024 March 1, 2025

Page 24 of 113

The Cooperative may discontinue service to Members who fail to pay for service within seven (7) calendar days from the date of the delinquent notice.

Members may arrange a Payment Plan with the Cooperative to prevent disconnection for non-payment of a delinquent account.

300.11.3 PAYMENT PLANS

300.11.3.1 PRE-PAID PAYMENT PLAN

This plan allows Members to deduct the costs for electric service from a credit on the account placed in advance of usage. Members enrolled in this option agree to an automatic service disconnection when their account reaches a zero (0) debit balance or more.

Applicability

This plan is available to Members enrolled in a residential service rate with a remote connect/disconnect enabled meter. This payment option may not be combined with an Installment Plan or any other Payment Plan. Members enrolled in time-of-use, interconnect, or community solar rate are ineligible for this payment option. Additionally, Members with three-phase service, participating in the Advanced Metering Opt-Out Program, on the Medical Necessity Program, or in the Critical Load Program, are ineligible for enrollment.

Members with an outstanding account balance must bring their balance to zero (0) or agree to an arrangement for payment of the outstanding balance prior to enrollment. If the Member enters into an arrangement for payment, PEC will apply fifty percent (50%) of every payment to the outstanding balance and fifty percent (50%) to the pre-paid account balance until the Member pays the outstanding balance in full. Once enrolled, Members may not enter into a subsequent arrangement for payment of an outstanding account balance.

Requirements

To qualify for this option, Members must:

- 1. Have a valid email account or phone number to receive notifications;
- Consent to receive notifications regarding this payment option, including electronic mail or messages, phone messages or texts, at any electronic mail address or phone number provided to the Cooperative;
- 3. Agree to update contact information upon any changes to such information; and
- 4. Have a remote connect/disconnect enabled meters installed at the service location.

Plan Details

Member Agreement – Upon enrollment, Member agrees to all terms and conditions of this option.

Initial Balance – A minimum credit balance of twenty-five dollars (\$25.00) will be required upon enrollment in this option. Existing Members may apply deposit funds towards the minimum credit balance.

Deposits – Members enrolling in this option with credit worthiness are not required to post an account deposit. If an Applicant's or existing Member's credit has not been demonstrated satisfactorily to the Cooperative, a fifty-dollar(\$50.00) deposit will may be required.

The Cooperative may apply any portion of a Member's existing deposit to pre-paid account balance.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 25 of 113

Notices – The Cooperative provides Members with Member-controlled and system generated notices regarding their pre-paid account balance and electric service connection status. Members may elect to receive notices via phone call, email, or text message. The Cooperative provides a system-generated low balance notice when the account balance becomes less than ten dollars (\$10.00). Members are responsible for setting up their own Member-controlled notices via the Cooperative's online account management system.

Disconnections – Section 300.9.7, Discontinuation of Service, other than Section 300.9.7.2.7 Disconnection During Weekend Or Holiday, will not apply to Members on this option. Disconnections take place when the Cooperative sends the depleted balance notice, which is the last notice provided.

Rates and Fees – Membership and establishment fees apply to Members enrolled in this option. Members on this option will not be subject to same day service fees, late, or reconnection fees. All fee amounts are per Section 500.8, Fee Schedule. Rates apply as per Section 500, Rates, with the exceptions listed below.

- 1. The service availability charge will be converted to a daily rate; and
- Service availability charges will continue to accrue daily on connected meter, even if energy consumption does not occur.

Reconnection – Once the required payment posts to the account, reconnection takes place. The payment must cover:

- 1. All balances owed for services provided;
- 2. Amounts agreed upon in Payment Plan if applicable; and
- 3. The required minimum credit balance of twenty-five dollars (\$25.00). Pre-paid accounts may not enter into an outstanding balance Payment Plan to achieve reconnection. All acceptable forms of payment that cover the amounts listed above will result in reconnection.

If a Member terminates service or the account disconnects for nonpayment and remains disconnected for seven (7) Business Days, the Cooperative will settle and final bill the account.

Billing; Late Payment Processing Fees; Transfers of Delinquent Balances and Record Retention – Sections 300.9.12 Record of Interruption through 300.11.1 Billing Records Retention do not apply to Members on this option except for Section 300.11.10 Transfers of Delinquent Balances.

Cancellation – A Member may choose to convert the account to another payment option at any time. The Member or the Cooperative may cancel enrollment on this option upon notification to the other party. Upon cancellation, the accumulated balance of the Member's account will become due and payable.

300.11.3.2 INSTALLMENT PLAN

This plan is an agreement between the Cooperative and a residential Member that allows the Member to pay installments that extend beyond the due date of the next bill. The Cooperative may offer this plan to any residential Member who has expressed an inability to pay and meets the criteria specified in the Cooperative's Tariff and has not been delinquent more than once in the last twelve (12) months.

The Member will pay the current bill each month, plus the agreed upon portion of the amount deferred. Failure to fulfill the terms of the agreement will result in discontinuance of service and all amounts owed will become due immediately.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 26 of 113

The Cooperative may decline to offer this plan if, in the Cooperative's judgment, the Member is lacking sufficient credit or satisfactory history to warrant further extension of credit or if the Member has failed to provide complete, accurate, and verifiable identification information when requested by the Cooperative.

Plan Details

- 1. This plan may be established in person or by telephone;
- 2. This plan must be put in writing and provided to the Member;
- 3. This plan must allow for the delinquent amount be paid in negotiable installments;
- 4. This plan must state the length of time covered by the plan, the total amount to be paid, and the specific amount of each installment;
- This plan must permit the Member or the Cooperative to initiate a renegotiation of the installment plan if the Member's circumstances change substantially during the time of the plan;
- 6. This plan must allow the Cooperative to disconnect service if the Member does not fulfill the terms of the installment plan, and will state the terms for disconnection;
- 7. This plan may not be offered more than once per year; and
- 8. This plan offered by the Cooperative will state in boldface type the following:

"If you are not satisfied with this agreement or if agreement was made by telephone, and you feel this document does not reflect your understanding of that agreement, contact the Cooperative immediately. If you do not contact the Cooperative, you may give up your right to dispute the amount due under the agreement except for the Cooperative's failure or refusal to comply with the terms of this agreement."

300.11.3.3 FIXED PAYMENT PLAN

This plan allows a Member to pay a fixed amount per month based on twelve (12) months total billings. A true up and recalculation will be required no more than every twelve (12) months. Upon such true up and recalculation, the Cooperative will either credit or debit from the account as applicable any overpayments or underpayments. The Cooperative will add the amount of any underpayment to the amounts due. The Cooperative will deduct the amount of any overpayment from any amounts owed.

This plan applies to-the Residential Service only. Members may enroll anytime their account has a zero balance with participation beginning with the first bill rendered after enrollment. Either the Member or the Cooperative may cancel the plan upon notification to the other party. Upon cancellation, any accumulated balance of the Member's account will become due and payable, or if a credit will be applied to the Member's account. The Cooperative may decline to offer this plan if, in the Cooperative's judgment, the Member is lacking sufficient credit or satisfactory history to warrant payment plans or if the Member has failed to provide complete, accurate, and verifiable identification information when requested by the Cooperative.

300.11.3.4 AVERAGE PAYMENT PLAN

This plan allows a Member to pay a rolling twelve (12) month average. This plan applies to Residential Service only. Members may enroll in this plan anytime their account has a zero

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 27 of 113

<u>balance</u> with participation beginning with the first bill rendered after enrollment. Either the Member or the Cooperative may cancel the plan upon notification to the other party. Upon cancellation, any accumulated balance of the Member's account will become due and payable, or if a credit will be applied to the Member's account. The Cooperative may decline to offer this plan if, in the Cooperative's judgment, the Member is lacking sufficient credit or satisfactory history to warrant payment plans or if the Member has failed to provide complete, accurate, and verifiable identification information when requested by the Cooperative.

300.11.3.5 CREDIT CARD PAYMENT PLAN

This plan allows Members to authorize the Cooperative to process a monthly payment through their payment card. The amount processed will be for the full balance due each month and will be processed automatically on the bill due date.

300.11.3.6 BANK DRAFT PAYMENT PLAN

This plan allows Members to authorize the Cooperative to process a monthly payment by drafting a checking account. The amount drafted will be for the full balance due each month and will be drafted automatically on the bill due date.

300.11.4 LATE PAYMENT PROCESSING FEES

Until the Cooperative receives the payment, bills are considered unpaid; a payment is delinquent if not received at the Cooperative by the due date shown on the bill.

Residential accounts not paid by the due date may be assessed a fee to cover the cost of processing late payments. All fee amounts are per Section 500.8, Fee Schedule.

All Non-Residential accounts, other than state agencies or other governmental entities that the Cooperative has approved as being subject to Texas Government Code Chapter 2251, not paid by the due date may be assessed a fee to cover the cost of processing late payments. All fee amounts are per Section 500.8, Fee Schedule.

Any governmental entity asserting eligibility to receive bills under Texas Government Code Chapter 2251 may file a written notice asserting their eligibility, and the Cooperative will determine whether the entity is subject to that statute. All bills rendered to state agencies or other governmental entities that the Cooperative approves subject to Texas Government Code Chapter 2251, will be in accordance with that statute.

300.11.5 LOAN LATE FEES

Payment for a consumer loan to a Member with the Cooperative not paid by the due date may be assessed a late payment fee after ten (10) calendar days of non-payment. All fee amounts are per Section 500.8, Fee Schedule.

300.11.6 RETURNED CHECK / DENIED BANK DRAFT / DENIED CREDIT CARD

If a check for payment is returned, the Cooperative will debit a Member's account for the amount on each returned check, plus a returned check fee. If a payment is denied through an account setup for automatic payment bank draft, the Cooperative will debit the Member's account for the denied amount, plus a non-sufficient funds fee. If a payment is denied through an account setup for automatic credit card draft, the Cooperative will not post payment and an alternate form of payment must be arranged by the Member. If the Member pays a delinquent account balance and the check returns to the Cooperative for insufficient funds, the Cooperative will proceed to disconnect the Member's account. All fee amounts are per Section 500.8, Fee Schedule.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 28 of 113

300.11.7 PAYMENT DEADLINE EXTENSION

Upon request of a Residential Member, and at the Cooperative's discretion, the Cooperative may extend without penalty the payment date until the twenty fifth (25th) calendar day after the bill is issued.

300.11.8 PAYMENT DEADLINE EXTENSION FOR ELDERLY RESIDENTIAL MEMBERS

Upon request of a Residential Member sixty (60) years of age or older, the Cooperative will extend without penalty the payment date until the twenty fifth (25th) calendar day after the date the bill is issued. The Cooperative may require the Member requesting the extension to present reasonable proof of age.

300.11.9 DISCONNECTION FOR NONPAYMENT DISCONNECT AND SUBSEQUENT RECONNECTION FEES

A fee will be charged if the Cooperative dispatches a service representative to collect a delinquent bill. This fee will be included in the collection amount. Failure to pay a service representative the full amount owed at the time may result in immediate disconnection of service.

If the Member's service is disconnected <u>for nonpayment</u>, <u>the Cooperative will not</u>a reconnect <u>serviceion will not</u> be made until <u>the following are paid in full: all of the Member's outstanding bills_the account is paid in full and,</u> a reconnection fee-<u>, any required together with a deposit, is paid and,</u> when <u>applicable-required</u>, a same day service fee.

<u>Under no circumstances will t</u>The Cooperative <u>is not</u>be liable for <u>any losses a Member incurrsed</u> resulting from the disconnection of service <u>due to a Member's failure to pay for electrical service for</u> any <u>other reason for disconnection required by the Cooperative's policies identified in this tariff.</u>

All fee amounts are per Section 500.8, Fee Schedule.

300.11.10 TRANSFERS OF DELINQUENT BALANCES

If the Member has an outstanding balance due from another account in the same Member Class, then the Cooperative may transfer that balance to the Member's current account. Notwithstanding the foregoing, if the Member has an outstanding balance due from an account in a different Member Class that is a sole proprietorship, then the Cooperative may transfer that balance to the Member's current account and identify the delinquent balance and specific account as such on the bill.

300.12 VOLTAGE DESIGNATIONS

The Cooperative will deliver electric power and energy at one of the Cooperative's standard voltages. Non-standard service may be available if requested but only if the Cooperative determines such service is feasible, and the Applicant agrees to pay any additional cost to the Cooperative for delivering such non-standard service.

The Cooperative adopts the following standard voltages for electric service distribution:

Standard Service		
Single Phase	Three Phase	
120 / 240 V	120 / 208 V (wye)	
	277 / 480 V (wye)	

Non-Standard Service*	
the state of the s	

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 29 of 113

Single Phase	Three Phase
≛7,200 V	120 / 240 V (delta)*
<u>*</u> 14,400 V	480 V (delta)*
	1,328 / 2,300 V (wye)*
	2,300 / 4,160 V (wye)*
	7,200 / 12,470 V (Primary Service)*
	14,400 / 24,900 V (Primary Service)*

Transmission Service*		
Single Phase	Three Phase	
	69,000 V	
	138,000 V	
	<u>345,000 V</u>	

^{*}These voltages are available at the Cooperative's discretion.

These voltage designations are nominal design voltages. The Cooperative maintains actual normal delivery voltages so far as practicable within variations permitted by industry standards. Members are encouraged to obtain the phase and voltage of the service available from the Cooperative before committing to the purchase of motors or other equipment.

300.13 MEASUREMENT AND METERING OF SERVICE

300.13.1 METERING REQUIREMENTS

Use of meter – Except where otherwise provided by the applicable rate schedule or contract, the Cooperative charges all electricity consumed or demanded by the Member by meter measurements.

Installation – The Cooperative will provide, install, own, and maintain all meters necessary for the measurement of electric energy to its Members.

Standard type – All meters will meet industry standards. Special meters used for investigation or experimental purposes are not required to conform to these standards.

Location of meters – Meters and service switches in conjunction with the meter will be installed in accordance with the latest revision of American National Standards Institute ("ANSI"), Incorporated, Standard C12 (American National Code for Electricity Metering), and will be readily accessible for reading, testing, and inspection, where such activities will cause minimum interference and inconvenience to the Member.

Member will provide, without cost to the Cooperative, at a suitable and easily accessible location:

- 1. Sufficient and proper space for installation of meters and other apparatus of the Cooperative;
- 2. Meter socket;
- 3. Meter loop;
- 4. Safety service switches when required; and

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 30 of 113

5. An adequate anchor for service drops.

Where the meter location on the Member's premises changes at the request of the Member or due to alterations on the Member's premises, the Member will provide and have installed at their expense, all wiring and equipment necessary for relocating the meter.

Accuracy requirements – The Cooperative will not place in service or leave in service any meter that violates the test calibration limits as set by ANSI. Whenever a meter violates limits on installation, periodic, or other tests, the Cooperative will adjust or exchange it.

The Cooperative adjusts meters, as closely as practicable, to the condition of the limits as set by ANSI.

300.13.2 METER RECORDS

The Cooperative will keep the following records:

Meter equipment record – The Cooperative will keep a record of all of its meters, showing the Member's address and date of the last test. For special meters used for investigation or experimental purposes, the record will state the purpose of the investigation or experiment.

Records of meter tests – The Cooperative will properly reference all meter tests completed on the meter record. The record of each test completed at the service location will show the identifying number, constants of the meter, standard meter, and measuring devices used. Additionally, records will provide the test date, type of test performed, name of technician, level of accuracy (or percent error) at each load tested, and sufficient data to permit the verification of test results.

300.13.3 METER READINGS

Meters are read by the Cooperative on regular monthly intervals.

300.13.4 METER TESTING

Meter tests prior to installation – The Cooperative will establish the accuracy of every meter prior to its permanent installation. Unless the Cooperative has already tested a meter within the last twelve (12) months, the Cooperative will test and adjust any meter removed and/or replaced from service.

Testing of meters in service – Meter test periods for all types of meters will conform to the latest edition of ANSI Standard C12 unless specified otherwise by the Cooperative. The Cooperative, upon the request of a Member, will test the accuracy of the Member's meter. If the Cooperative or an authorized agency tests a meter at the Member's request and the Member request a new test within a period of four (4) years, the Cooperative will charge a meter test fee to the Member. The fee must be paid prior to fulfilling the request. All fee amounts are per Section 500.8, Fee Schedule.

Following the completion of any requested test, the Cooperative will advise the Member of the date of removal of the meter, the date of the test, the result of the test, and who made the test.

300.13.5 ADJUSTMENTS DUE TO METER ERRORS

If the Cooperative finds any meter to be out of compliance with the accuracy standards, the Cooperative will render corrected readings and adjust bills for the period of over-billing or underbilling as described herein in Section 300.11 300.14.2, Billing and Payment Billing.

No refund is required from the Cooperative except to the Member last served by the meter prior to the testing.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 31 of 113

If a meter is found to not register for any period, the Cooperative will estimate and charge for units used, but not metered for the under-billed period as described herein in Section—300.14.1.1 300.14.2.2, Under-Billing. The Cooperative estimates charges based on amounts used under similar conditions during the period preceding or subsequent to the period the meter was found not to register, or during corresponding periods in previous years.

300.13.6 ADVANCED METERING OPT-OUT PROGRAM

This program only applies to residential accounts (excluding residential accounts in the following categories: participating in the Time of Use program, with interconnection a Agreements, or preprietor accounts, or receiving service pursuant to the Landlord Provision). A Member may request to opt out from use of the Cooperative's advanced meter at a service location, and the. The Cooperative may grant such request at the Cooperative's discretion, subject to certain qualifications and conditions. If a Member's service is disconnected, the Cooperative will assess a fee for reconnection after nonpayment. All fee amounts are per Section 500.8, Fee Schedule. Additionally, if the Cooperative installs an advanced meter because the Member was disconnected for nonpayment, the Member may not rejoin the Advanced Metering Opt-Out Program. A Member participating in the Advanced Metering Opt-Out Program at any time and have an advanced meter installed at their location.

300.13.6.1 METER EXCHANGE FEE

The Cooperative will charge a fee <u>per meter</u> for any meter exchange at any service location already equipped with an advanced meter. Any Member participating in this program for new service locations will be required to pay the Cooperative's establishment fee. All fee amounts are per Section 500.8, Fee Schedule.

300.13.6.2 METER READINGS AND METER READING AND PROCESSING FEES

Members may qualify for a monthly or quarterly <u>meter reading schedule</u>. For Members on a monthly reading schedule, monthly fees will apply and the Cooperative will use the Member's energy consumption history to estimate the monthly bill calculation.

Monthly Meter Reading Schedule - The Cooperative will obtain a monthly meter reading or may use the Member's energy consumption history to estimate the monthly bill calculation. The Cooperative will adjust any under-billing or over-billing resulting from the quarterly the estimated meter readings after the Cooperative acquires a new meter read.

A Member participating on a monthly reading schedule may request a quarterly reading schedule if the Member has:

- 1. Paid all bills for service during twelve (12) consecutive months;
- 2. Not been disconnected for nonpayment;
- Not had a delinquent payment more than once; and
- 4. Not had a check returned more than once.

For Members on a quarterly reading schedule, monthly fees will apply and the Cooperative will use the Member's energy consumption history to estimate the monthly bill calculation. The Cooperative will adjust any under-billing or over-billing resulting from the quarterly meter readings after the Cooperative acquires a new meter read.

<u>Meter Reading and Processing Fees - The Cooperative will charge a Meter Reading and Processing +Fee per meter to each Member participating in this program. The fee will be applied to the cooperative will be applied to the coo</u>

Formatted: Indent: Left: 0.63"

Formatted: Indent: Left: 0.63", No bullets or numbering

Formatted: Indent: Left: 0.63", First line: 0"

Formatted: Indent: Left: 0.63", No bullets or numbering

Formatted: Indent: Left: 0.63", First line: 0"

Formatted: Indent: Left: 0.63", No bullets or numbering

Formatted: Indent: Left: 0.63", First line: 0"

Formatted: Indent: Left: 0.63", No bullets or numbering

Formatted: Indent: Left: 0.63"

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 32 of 113

to the Member's bill each month in which the Member participates in the Advanced Meter Opt-Out Program. The fees charged are for non-standard manual meter readings by the Cooperative costs associated withand for manually processing of such meter readings for each service location and a. An additional per mile meter reading trip charge, will apply for service locations from nearest area office. All fee amounts are per Section 500.8, Fee Schedule.

300.13.7 METER TAMPERING; THEFT OF ELECTRIC SERVICE

Meter tampering is a criminal offense. Meter tampering includes but is not limited to: bypassing the meter or other instances of diversion, such as physically disorienting the meter; attaching objects to the meter to divert or bypass service; inserting objects into the meter; and other electrical and mechanical means of tampering with, bypassing, or diverting electrical service.

The Cooperative will charge a fee plus all applicable charges for the estimated energy consumption where meter tampering occurred. All fee amounts are per Section 500.8, Fee Schedule.

Furthermore, the Cooperative may choose to file criminal charges against any Person, including any of its Members, when there is evidence of the following:

- Interference with and/or tampering with any of the Cooperative's equipment, including, without limitation, one (1) or more of its meters (Section 28.03 of the Penal Code of the State of Texas) or any other circumstance listed in this Tariff; and/or
- 2. Theft of electric service (Section 31.04 of the Penal Code of the State of Texas).

Members shall be responsible for any and all meter tampering events, as defined above, which occur on meters connected to the Member's account. The Cooperative may charge the Member for all labor, material, and equipment necessary to repair or replace all equipment damaged due to meter tampering or bypassing or other service diversion, and other costs necessary to correct service diversion where there is no equipment damage, including incidents where service is reconnected without authority. The Cooperative must provide an itemized bill to the Member of such charges. The Cooperative may also estimate and bill the Member for electric service over the entire period of meter tampering and all labor cost associated with rectifying the offense.

300.13.8 METER TEST FEE

Upon request, once every four (4) years, a Member may receive a meter test at no charge. If a Member asks for an additional meter test and the meter is found to be in compliance with ANSI standards, a fee will be incurred. If the meter is found to be out of compliance with the applicable ANSI standard, the Cooperative will not charge a fee to the Member. All fee amounts are per Section 500.8, Fee Schedule.

300.14 DISPUTE RESOLUTION

In the event of disputes between a Member and the Cooperative, regarding any bill for_electric service, the Cooperative will investigate the circumstances and Member will follow the processes and procedures described in this Section 300.14. and report the results to the Member. If the dispute remains, the Member may meet with a Cooperative representative to resolve it. If unresolved, the Cooperative will advise the Member of the Member complaint procedures of the Cooperative. If the Member files a complaint with the Cooperative, the Cooperative will not disconnect a Member's service for nonpayment of the disputed portion of the bill before the Cooperative completes its supervisory review and informs the Member of its determination. Members are obligated to pay billings that are not disputed and not under review.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 33 of 113

300.14.1 MEMBER COMPLAINTS

A Member or Applicant may file a complaint in person, by letter, on the website, or by telephone with the Cooperative.

If an employee of the Cooperative cannot immediately resolve a complaint, the employee will forward the information collected to a supervisor or manager. The employee's supervisor or manager will review the complaint and related information, and he or she will notify the Member or the Applicant of the results or resolution plan within five (5) Business Days of receipt of the complaint. If dissatisfied, the Member or Applicant may file a written request for further supervisory review of their complaint. The Cooperative will– notify the Member or Applicant of the results of the supervisory review or resolution plan within ten (10) Business Days of the written request.

300.14.2 BILLING

In the event of disputes between a Member and the Cooperative regarding any bill for electric service, the Cooperative will investigate the circumstances and report the results to the Member. If the Member is dissatisfied with the resolution, the Member may make a complaint in accordance with Section 300.14.1, Member Complaints. The Cooperative will not disconnect a Member's service for nonpayment of the disputed portion of the bill before the Cooperative completes its supervisory review and informs the Member of its determination. Members are obligated to pay billings that are not disputed and not under review.

300.14.2.1 BILLING DISCREPANCIES OR ADJUSTMENTS

If a Member is billed for charges erroneously per the Tariff or if the Cooperative fails to bill a Member for services, then the Cooperative will calculate, adjust, and apply all applicable charges in the manner described herein.

300.14.1.1300.14.2.2 UNDER-BILLING

If the Member's account is under-billed, the Cooperative may back bill the Member for the amount that was under-billed no more than 6 months from the date the error <u>was</u> discovered unless the under-billing is a result of theft of service by the Member<u>or misreporting of meter reading data</u>.

An installment plan may be available for any periods of under-billing except for such periods resulting from meter tampering, bypass, diversion, or other similar circumstance.

300.14.1.2300.14.2.3 OVER-BILLING

If the Member's account is over-billed, the Cooperative will adjust the Member's bill accordingly for the entire over-billed period.

300.14.2300.14.2.4 POWER FACTOR ADJUSTMENT

The Cooperative may adjust Capacity Demand Charges or Peak Demand Charges if the power factor is lower than ninety seven percent (97%). Measured capacity (kW) may be increased by one percent (1%) for each one percent (1%) by which the power factor is less than ninety seven percent (97%) lagging for a period of fifteen (15) consecutive minutes.

300.14.32.5 REFUNDS

Upon closure of an account, the Cooperative will issue the Member a refund check for credit balances of five dollars (\$5.00) or more. The Cooperative only issues refunds on credit balances of less than five dollars (\$5.00) upon verbal request by the account holder. The Cooperative will transfer any amounts not refunded in accordance with the Unclaimed Property Policy of the Cooperative.

300.14.4 MEMBER COMPLAINTS

The Cooperative has established procedures to address all complaints from Members. A Member or Applicant may file a complaint in person, by letter, on the website, or by telephone with the Cooperative-

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 34 of 113

If an employee of the Cooperative cannot immediately resolve a complaint, the employee will forward the information collected to a supervisor or manager. The employee's supervisor or manager will review the complaint and related information, and he or she will advise the complainant of the results within five (5) Business Days of the complaint. The Cooperative will investigate the Member complaint and will report the results to the complainant. If dissatisfied, the complainant may file a written complaint with either the Cooperative's Chief Executive Officer or designee of the Chief Executive Officer. Under their direction, a three (3) Member management team will review the complaint. The Cooperative will advise the complainant of the results within ten (10) Business Days of the written complaint.

The Cooperative will not disconnect service before completion of the review. If the Member chooses not to participate in a review, the Cooperative may disconnect service provided it issues proper notice under the corresponding disconnect procedures.

300.15 EASEMENT REVIEW

300.4.2300.15.1 EASEMENT RELEASE APPLICATION REVIEW

The Cooperative will assess a fee for processing an <u>Application for Easement Release Review Application</u>. A Member may contact the Cooperative for <u>an Application</u>. All fee amounts are per Section 500.8, Fee Schedule. <u>Easement releases initiated at the request of the Cooperative are not subject to this fee.</u>

300.15.2 EASEMENT OBSTRUCTION REVIEW

The Cooperative will assess a fee for processing an Easement Obstruction Review Application. A Member may contact the Cooperative for an Application. All fee amounts are per Section 500.8, Fee Schedule. Should the Cooperative determine in its sole discretion that its facilities must be adjusted because of an Encroachment(s), the cost of such adjustments, plus any required design, engineering and surveying costs, will be borne by the Member or other responsible party. Such costs must be paid, and such adjustments completed before any approval will be granted. If the application is approved, additional fees may apply. The Cooperative reserves the right to remove any Encroachment within its easement in the event the required costs are not paid on a reasonable schedule or if such Encroachment interferes with the safe, reliable and efficient operation of the Cooperative's facilities.

Formatted: Indent: Left: 0.25", Hanging: 0.38", Outline numbered + Level: 2 + Numbering Style: 1, 2, 3, ... + Start at: 13 + Alignment: Left + Aligned at: 0" + Indent at: 0.46"

Section 400: Line Extension Policy

Applicable: Entire Certified Service Area
Effective Date: October 1, 2024March 1, 2025

Page 35 of 113

400 LINE EXTENSION POLICY

400.1 OVERVIEW

The Cooperative will extend electric service to an Applicant in accordance with the following line extension provisions. Each provision in this Tariff classifies the predominant type of electric service or use anticipated on the Applicant's premises and specifies conditions under which a line extension may be made. For each location where electric service is desired, the Applicant's classification for electric service will be determined by the Cooperative.

Electric service will not be provided and no work to extend electric service will be performed until the Applicant has met all requirements within this Tariff for extension of service including, without limitation, routing, underground service requirements, if applicable, and paid any and all fees or charges associated with the provision of electric service or any outstanding balance due from another account or related account. This may include, but is not limited to, membership fees, establishment fees, deposits, system impact fees, CIAC, and/or planning design fees.

If facilities must be constructed, the Cooperative will provide an estimated completion date and a Cost Calculation or Development Cost Calculation for all charges to extend electric service. The requests for new electric service requiring construction should be completed within ninety (90) calendar days of fulfilling all applicable requirements, unless delayed by a cause beyond the reasonable control of the Cooperative, or unless a different time period is agreed to by the Applicant and the Cooperative.

The Applicant must comply with all requirements in Section 300.9.1 Conditions of Service. All applicable provisions of the Tariff, and standards and specifications of the Cooperative for construction, to receive electric service.

The Line Extension Policy provisions are subject to change by the Board of Directors.

400.2 RESIDENTIAL SERVICE APPLICABILITY

To qualify for an extension under this section, the Applicant and the location where the Applicant is requesting electric service must comply with the following provisions:

- The location must be an Individual Private Dwelling, Multi-Family Dwelling, personal recreational vehicle, hunting cabin, barn, shop, water well, gate opener, Member-owned lighting system, or other residential installations.
- 2. If the Applicant is developing a residential subdivision or mixed-use development with Individual Private Dwelling(s) or Multi-Family Dwelling(s), the Applicant must comply with all requirements under Section 400.3 Residential Developments, and have paid the CIAC required under that section.

All other applicable provisions of this Policy apply to an extension of service under this section.

CONTRIBUTION IN AID OF CONSTRUCTION (CIAC) BY APPLICANT

The Cooperative will determine the Cost Calculation to the Point of DeliveryPoint of Interconnection based on its then current unit material and labor costs, and in accordance with the Cooperative's current standards and specifications.

The Applicant will be required to pay all costs per meter that qualifies under this section for the cost to extend electric service to the Point of DeliveryPoint of Interconnection as a CIAC prior to construction. The electric facilities may include, but are not limited to, all applicable primary and secondary infrastructure including, without limitation, primary conductors, transformers, poles, risers, appurtenances, terminations, and any other electric equipment and devices required for electric service. The Cost Calculation may expire or be re-calculated at the sole discretion of the Cooperative. Any

Section 400: Line Extension Policy

Applicable: Entire Certified Service Area
Effective Date: October 1, 2024March 1, 2025

Page 36 of 113

additional cost incurred by the Cooperative in excess of the Cost Calculation will be at the sole expense of the Applicant, and a final bill for all costs to complete the line extension will be presented to Applicant upon completion of the line extension if required.

400.3 RESIDENTIAL DEVELOPMENTS APPLICABILITY

To qualify for an extension pursuant to this section, the Applicant and the residential development for which the Applicant is requesting electric service must comply with the following provisions:

- The development is platted and recorded in the appropriate county with sites or lots for multiple
 prospective Applicants to be primarily used or developed for permanent Individual Private Dwelling(s)
 or Multi-Family Dwelling(s) or a preliminary plat plan approved by a municipality or county or other
 authority having jurisdiction for the purposes of sale, transfer, or residential development;
- 2. The development has been approved by all relevant governing agencies; and
- 3. The Applicant will provide at no cost to the Cooperative:
 - Easements granted on the Cooperative's standard form; for the Cooperative's construction, installation, maintenance, operation, replacement and/or repair of Cooperative Facilities in a form satisfactory to the Cooperative;
 - Site plans (streets, wet utilities, mechanical, electrical, plumbing, and landscaping plans, etc.) and notice of construction start dates and construction schedules that are reasonable and industry standard for the type of work to be performed;
 - Survey points for grades, lot corners, street right-of-way, and other locations reasonably necessary for installation of the electric system; and
 - d. An "Approved-for-Construction" Plan by a Mmunicipality or county or other authority having jurisdiction.
- 4. The Cooperative is not and will not be obligated to provide designs or Development Cost Calculations to an Applicant for a preliminary plan that has not been reviewed and approved by the applicable authority.

All other applicable provisions of this Policy apply to an extension of service under this section.

CONTRIBUTION IN AID OF CONSTRUCTION (CIAC) BY APPLICANT

The Cooperative will determine the Development Cost Calculation for the electric facilities adequate to serve all prospective Individual Private Dwelling(s) or Multi-Family Dwelling(s) in the residential development. The Cooperative will determine the Development Cost Calculation based on its then current unit material and labor costs and in accordance with the Cooperative's then current standards and specifications.

The electric facilities may include, but are not limited to, all applicable primary and secondary infrastructure including, without limitation, primary conductors, transformers, poles, risers, appurtenances, terminations, and any other electric equipment and devices required for electric service. The Applicant will bear the cost of the facilities, identified in this section, required for the electric distribution system within the residential subdivision or development as determined in the Development Cost Calculation and will pay such costs in advance of construction.

The Development Cost Calculation may expire or be re-calculated at the sole discretion of the Cooperative. Any additional cost incurred by the Cooperative in excess of the Development Cost

Section 400: Line Extension Policy

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 37 of 113

Calculation will be at the sole expense of the Applicant, and a final bill for all costs to complete the line extension will be presented to the Applicant upon completion of the line extension if required.

To the extent that an individual Applicant requests electric service within a residential subdivision, such Applicant must request electric service pursuant to the requirements of Section 400.2, Residential Service, and will be responsible for any CIAC and any system impact fees required by the provision of such electric service.

To the extent that any commercial facilities associated with a residential development are required, an Applicant must request electric service pursuant to the requirements of Section 400.4 Non-Residential Service, for those commercial facilities and will be responsible for any CIAC and any system impact fees required by the provision of such electric service.

The Cooperative will install all Cooperative Facilities required within the limits of the residential subdivision or development based on its necessary load requirements on its schedule but prior to the provision of electric service to any individual Applicants.

400.4 NON-RESIDENTIAL SERVICE APPLICABILITY

To qualify as an extension under this section, the Applicant and the location where an Applicant is requesting electric service must comply with the following provisions:

- The location must be a commercial or industrial installation not classified under Section 400.2, Residential Service, or 400.3 Residential Developments.
- If the Applicant is developing a non-residential development or mixed-use development, the Applicant
 must comply with all requirements under Section 400.5 Non-Residential Developments, and have
 paid the CIAC required under that section.

All other applicable provisions of this Policy apply to an extension of service under this section.

CONTRIBUTION IN AID OF CONSTRUCTION (CIAC) BY APPLICANT

The Cooperative will determine the Cost Calculation to the Point of DeliveryPoint of Interconnection based on its then current unit material and labor costs and in accordance with the Cooperative's then current standards and specifications.

The Applicant will be required to pay all costs per meter that qualifies under this section for the cost to extend electric service to the Point of DeliveryPoint of Interconnection as a CIAC prior to construction. The electric facilities may include, but are not limited to, all applicable primary and secondary infrastructure including, without limitation, primary conductors, transformers, poles, risers, appurtenances, terminations, and any other electric equipment and devices required for electric service.

The Cost Calculation may expire or be re-calculated at the sole discretion of the Cooperative. Any additional cost incurred by the Cooperative in excess of the Cost Calculation will be at the sole expense of the Applicant, and a final bill for all costs to complete the line extension will be presented to Applicant upon completion of the line extension if required.

The Cooperative will exercise prudent judgement in determining the conditions under which a specific line extension will be made for an Applicant with a load greater than one thousand (1,000) kW. This may include, but is not limited to, CIAC, contract minimums, service specifications, and/or other contract terms, arrangements, or conditions deemed reasonable by the Cooperative.

Section 400: Line Extension Policy

Applicable: Entire Certified Service Area
Effective Date: October 1, 2024March 1, 2025

Page 38 of 113

400.5 NON-RESIDENTIAL DEVELOPMENTS APPLICABILITY

To qualify for an extension pursuant to this section, the Applicant and the non-residential development for which the Applicant is requesting electric service must comply with the following provisions:

- The development is platted and recorded in the appropriate county with sites or lots for multiple
 prospective Applicants to be primarily used or developed for permanent commercial, industrial, retail,
 and/or office use or a preliminary plat plan approved by a Mmunicipality or county or other authority
 having jurisdiction for the purposes of sale, transfer, or non-residential development;
- 2. The development has been approved by all relevant governing agencies; and
- 3. The Applicant will provide at no cost to the Cooperative:
 - Easements granted on the Cooperative's standard form; for the Cooperative's construction, installation, maintenance, operation, replacement and/or repair of Cooperative Facilities in a form satisfactory to the Cooperative;
 - Site plans (streets, wet utilities, mechanical, electrical, plumbing, and landscaping plans, etc.) and notice of construction start dates and construction schedules that are reasonable and industry standard for the type of work to be performed;
 - c. Survey points for grades, lot corners, street right-of-way, and other locations reasonably necessary for installation of the electric system; and
 - d. An "Approved-for-Construction Plan" from a Mmunicipality or county or other authority having jurisdiction.
- The Cooperative is and will be not obligated to provide designs or Development Cost Calculations to an Applicant for a preliminary plan that has not been reviewed and approved by the applicable authority.

All other applicable provisions of this Policy apply to an extension of service under this section.

CONTRIBUTION IN AID OF CONSTRUCTION (CIAC) BY APPLICANT

The Cooperative will determine the Development Cost Calculation to serve all prospective units in the non-residential development. The Cooperative will determine the Development Cost Calculation based on its then current unit material and labor costs and in accordance with the Cooperative's then current standards and specifications.

The electric facilities may include, but are not limited to, all applicable primary and secondary infrastructure including, without limitation, primary conductors, transformers, poles, risers, appurtenances, terminations, and any other electric equipment and devices required for electric service.

The Applicant will bear the cost of the electric facilities, identified in this section, required for the electric distribution system within the non-residential development as calculated in the Development Cost Calculation and will pay such costs in advance of construction.

The Development Cost Calculation may expire or be re-calculated at the sole discretion of the Cooperative. Any additional cost incurred by the Cooperative in excess of the Development Cost Calculation will be at the sole expense of the Applicant, and a final bill for all costs to complete the line extension will be presented to Applicant upon completion of the line extension if required.

Section 400: Line Extension Policy

Applicable: Entire Certified Service Area
Effective Date: October 1, 2024March 1, 2025

Page 39 of 113

To the extent that an individual Applicant requests electric service within a non-residential development, such Applicant must request electric service pursuant to the requirements of Section 400.4 Non-Residential Service, and will be responsible for any CIAC and any system impact fees required by the provision of such electric service.

The Cooperative will install all Cooperative Facilities required within the limits of the non-residential development based on its necessary load requirements on its schedule but prior to the provision of electric service to any individual Applicants.

400.6 PRIMARY LEVEL SERVICE

APPLICABILITY

For this section, an Applicant also includes a Member already receiving Primary Level Service. By receiving Primary Level Service, the Applicant agrees to the following:

- The Cooperative is delivering service to the service location at primary level voltage at the Applicant's request;
- 2. The Applicant will procure, at the sole expense of the Applicant, all facilities and equipment, including but not limited to transformers, poles, and conductors required to take electric service at primary level voltage as required by Cooperative's most current design standards and specifications;
- 3. The Applicant owns all facilities located beyond the Point of DeliveryPoint of Interconnection and PEC will not perform work at any point past the Point of DeliveryPoint of Interconnection;
- The Applicant will assume all responsibility for furnishing, installing, constructing, owning, maintaining, and operating all facilities beyond the Point of Delivery Point of Interconnection;
- 5. The costs for any upgrade, addition, or change in configuration to existing Member-owned or Cooperative Facilities will be at the sole expense of the Applicant and in accordance with the Cooperative's Tariff and Business Rules. This includes upgrades, additions, or changes required by PEC to maintain PEC's Delivery System and to continue to provide service at primary level voltage;
- 6. All Member-owned facilities must be tagged and visually identified as property of the Member;
- The Applicant must agree to provide an as-built facilities sheet to the Cooperative within thirty (30) days of completed construction;
- 8. The Applicant must agree to notify the Cooperative in writing of any new load and/or facilities additions for the Cooperative to assess existing facilities capacity and conduct any engineering studies required to serve the new load; and
- All Member-owned installations must be in accordance with the latest version of National Electric Safety Code (NESC) and NEC standards.

The Cooperative reserves the right to deny Primary Level Service to an Applicant if the Cooperative determines such service may have an adverse impact on the Cooperative's Delivery System or service provided to another Member.

POINT OF DELIVERYPOINT OF INTERCONNECTION

The Point of DeliveryPoint of Interconnection will be at the primary meter on an overhead primary pole or an underground metering enclosure.

Section 400: Line Extension Policy

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 40 of 113

400.7 UNDERGROUND SERVICE

The following provisions for the extension of underground electric service are in addition to the standard provisions established in the prior sections.

UNDERGROUND FACILITIES FOR SERVICES - RESIDENTIAL OR NON-RESIDENTIAL

Underground electric primary and secondary lines to serve any Applicant may, by agreement with the Cooperative, be provided subject to the other requirements in this Policy.

In addition, when receiving underground electric service, an Applicant will be responsible for providing and installing all trenches and backfill, sectionalizing cabinets, concrete work associated with pad-mounted facilities, secondary services as determined by the Cooperative, all conduit, yaults. and any and all other facilities deemed necessary by the Cooperative.

In all cases, any underground secondary service lines from a meter to the Applicant's main disconnect switch or service center will be installed and maintained by the Applicant, and the Cooperative will have no responsibility or liability in connection therewith.

UNDERGROUND FACILITIES FOR DEVELOPMENTS - RESIDENTIAL OR NON-RESIDENTIAL

Where an Applicant requests the construction of underground electric facilities within a platted residential subdivision or non-residential development, the Applicant will bear the cost of the underground electric system adequate to serve all prospective units in the subdivision or development as determined by the Cooperative. The Applicant will be responsible for providing and installing all trenches and backfill, sectionalizedsectionalizing concrete work associated with pad-mounted facilities, all conduit, vaults, and any and all other facilities deemed necessary by the Cooperative, adequate to serve all prospective units in the subdivision or development and all other prospective members who may require electric service from said underground system.

400.8 STANDARD DELIVERY SERVICE AND FACILITIES

The Cooperative's standard delivery system facilities consist of the overhead or underground distribution facilities necessary to provide electric service through a single-phase or three-phase source to the Point of DeliveryPoint of Interconnection, at one of the Cooperative's available standard voltages.

The Cooperative standard delivery system permits 7.2/12.47 kV (12.5 kV) and 14.4/24.9 kV (25 kV), three-phase or single-phase, grounded-neutral Primary Level Service on its electric distribution system and secondary service is provided through transformers connected in a wye-wye configuration.

All <u>Ss</u>tandard <u>Dd</u>elivery <u>Ss</u>ystem <u>Lline <u>Ee</u>xtension requests and associated costs will be in accordance with this Policy.</u>

400.9 NON-STANDARD DELIVERY SERVICE AND FACILITIES

Non-standard delivery service and facilities include, but are not limited to, facilities necessary to provide service at a non-standard voltage, dual feed, automatic and manual transfer switches, service through more than one Point of DeliveryPoint of Interconnection, redundant facilities, non-standard metering and facilities in excess of those normally required for service under the Cooperative's standard delivery service and facilities. The Cooperative will determine what equipment is classified as non-standard and include this information on the Cost Calculation or the Development Cost Calculation.

Applicants requesting non-standard facilities will be responsible for all costs associated with the engineering, installation, maintenance, and material costs required to provide and maintain these non-standard facilities. An Applicant or Member may request non-standard equipment be removed. All costs for removal, and any other costs to make the system qualify for under standard delivery service, will be the sole responsibility of the Member or Applicant in advance.

Section 400: Line Extension Policy

Applicable: Entire Certified Service Area
Effective Date: October 1, 2024March 1, 2025

Page 41 of 113

All non-standard facilities will be operated by the Cooperative. Neither a Member nor an Applicant may perform service or maintenance to equipment located on the Cooperative's Delivery System.

The Cooperative reserves the right to convert or deny non-standard facilities installations if the Cooperative determines that such service may have an adverse impact on the Cooperative's Delivery System or service provided to another Member.

400.10 ROUTING

In all cases, the line extension will be constructed within private easements granted on the Cooperative's standard form; at the sole discretion of the Cooperative, the Cooperative may construct line extensions within public utility easements, or public right-of-way or other agreements. The line extension will be constructed along a route that is reasonably accessible during all weather conditions as determined by the Cooperative. Cooperative Facilities will not be installed along the backs of lots or in areas deemed inaccessible or hazardous by the Cooperative.

The Applicant will be responsible for the clearing of any and all private easements or public utility easements required for the construction of the line extension on its property and removing of such ebstructions Encroachments as interfere with the efficiencysafe, reliable, and efficient operation of the electric-Delivery systems. All clearing will be performed to the Cooperative's specifications. The Cooperative may clear private easements or public utility easements or public right-of-way in certain instances. If the Cooperative or its agent clears private easements or public utility easements or a public right-of-way the cost will be included in the Cost Calculation or Development Cost Calculation.

400.11 AREA LIGHTING

In underground installations, the Applicant requesting area lighting under Section 500.7.4.1 Unmetered Lighting Device Service, will be responsible for providing and installing all lighting infrastructure, including but not limited to trench and associated backfill, lighting post, concrete work, secondary service conductors, and conduit.

In overhead installations, the Cooperative will provide secondary service conductor to serve overhead area lighting fixtures owned by the Cooperative under Section 500.7.4.1 Unmetered Lighting Device Service, without charge to the Applicant.

In either type of installation, for any additional Cooperative Facilities needed for area lighting, the Applicant will be required to pay any costs as a CIAC prior to construction.

400.12 UNMETERED NON-RESIDENTIAL SERVICE

The Cooperative at its sole discretion will determine if an Applicant may be served under this section.

In underground installations, the Applicant requesting facilities to provide electric service to unmetered non-residential installations, as determined by the Cooperative, will be responsible for providing and installing all trenches and backfill, sectionalizing cabinets, concrete work associated with pad-mounted facilities, secondary services as determined by the Cooperative, all conduit, yaults, and any and all other facilities deemed necessary by the Cooperative.

In overhead installations, the Cooperative will provide secondary service conductor for the unmetered non-residential installation, and the Applicant will be responsible for providing and installing all other infrastructure.

In either type of installation, for any additional Cooperative Facilities needed for unmetered non-residential, the Applicant will be required to pay any costs as a CIAC prior to construction.

Section 400: Line Extension Policy

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 42 of 113

400.13 NON-PERMANENT SERVICE

In any circumstance where the need for electric service is not permanent, the Applicant will pay one hundred percent (100%) of the cost of installation and removal of all necessary electric service facilities and equipment before any construction begins.

400.14 SERVICE UPGRADES TO EXISTING COOPERATIVE FACILITIES

The cost for any upgrade, addition, or change in configuration of existing Cooperative Facilities will be at the sole expense of the Applicant. Service upgrades to existing Cooperative Facilities include, but are not limited to, any upgrades related to interconnecting a Member's Distributed Generation resource that operates in parallel to the Cooperative's Delivery System.

400.15 SYSTEM IMPACT FEE

A non-refundable charge will be collected for extending electric service to a new service location. This amount represents a contribution to the Cooperative's system cost associated with substation and electric distribution backbone facilities and is in addition to any amount due for the line extension. All fee amounts are per Section 500.8, Fee Schedule.

400.16 PLANNING <u>DESIGN-FEE AND</u> REDESIGN FEES

An Applicant's <u>I</u>Line <u>e</u>Extension Cost Calculation or Development Cost Calculation includes delivery of one (1) design and project cost quotation to the Applicant. <u>At the Cooperative's discretion, the Cooperative may require a deposit equivalent to the Planning Design or Redesign Fee from an Applicant in advance for delivery of such design, study, and project Cost Calculation to the Applicant for any line extension categorized as a residential or non-residential development, defined in Sections 400.3 and 400.5 respectively. The deposit shall be credited to the line extension Cost Calculation or Development Cost Calculation when the Applicant pays for the line extension. Thereafter, if the Applicant desires to make changes to the design, that requires a redesign, the Cooperative may charge the Applicant in advance for the redesign, including, but not limited to, labor and applicable overhead for design, engineering, staking, inspections, administrative, and <u>any</u> other <u>incurred</u>-related expenses <u>incurred</u>. All fee amounts are per Section 500.8, Fee Schedule.</u>

400.17 AFTER-HOURS SERVICE

If an Applicant requests after-hours service, the Applicant will pay the additional cost incurred by the Cooperative to provide after-hours service to the Applicant.

400.18 MISCELLANEOUS TRIP FEE

A non-refundable Miscellaneous Trip Fee may be collected for additional trips to the Applicant's property at the request of Applicant. All fee amounts are per Section 500.8, Fee Schedule.

400.19 NO REFUND OF CONTRIBUTION IN AID OF CONSTRUCTION

Payments necessary for construction of facilities, which will be used to deliver electric service to the Applicant, are CIAC and are not refundable after construction.

400.20 DE-ENERGIZATION AND LINE CLEARANCES

The Cooperative, in its sole discretion, may temporarily de-energize Cooperative Facilities or temporarily relocate or raise Cooperative Facilities at the request of an Applicant to assist in the transportation of oversized objects through the Cooperative's service territory or in the construction of pipelines or other objects within or otherwise affecting the Cooperative's right-of-way provided that the Applicant pays for all costs incurred by the Cooperative.

Costs incurred may include labor and materials, engineering design, right of way acquisition and clearing to the extent necessary, and vehicles or equipment used, including mileage, if applicable.

Section 400: Line Extension Policy

Applicable: Entire Certified Service Area
Effective Date: October 1, 2024March 1, 2025

Page 43 of 113

400.21 OWNERSHIP OF COOPERATIVE FACILITIES

The Cooperative will accept ownership of any facilities installed by the Applicant at the time the service location is successfully energized. The Cooperative will retain the ownership of all material and facilities installed by the Cooperative or Applicant for the distribution of electric service whether the same have been paid for by the Applicant except for those facilities installed by the Applicant past the Point of DeliveryPoint of Interconnection.

400.22 REMOVAL AND/OR RELOCATION OF COOPERATIVE FACILITIES

400.22.1 REMOVAL

At the Cooperative's sole discretion, the Cooperative may remove existing Cooperative Facilities on Applicant's premises at the Applicant's request provided that the Applicant has paid in advance for the cost of the removal of the existing Cooperative Facilities.

400.22.2 RELOCATION

At the Cooperative's sole discretion, tThe Cooperative maywill relocate its existing Cooperative Facilities on Applicant's premises at the Applicant's request provided the Applicant has:

- 1. Provided an easement satisfactory to the Cooperative for the new facilities; and
- Paid in advance for the cost of the removal, if <u>applicable</u>, of the existing Cooperative Facilities plus the <u>any applicable</u> cost for the <u>engineering</u>, <u>materials</u>, construction <u>and relocation</u> of the new facilities, <u>including the Cooperative's costs and expenses of any related regulatory approvals</u>, <u>notifications</u>, or other legal disputes and proceedings; and.
- 2.3. The relocation cCompliesd with PUCT Substantive Rules, if applicable.

400.22.3 REQUEST FOR CHANGE TO COOPERATIVE FACILITIES

Upon request by an Applicant, the Cooperative willmay replace an existing overhead electric distribution line with an underground line provided that the Cooperative has:

- Determined in its sole discretion that such replacement does not adversely impact electric service reliability or the Cooperative's operating efficiencies and is not prohibited by law or regulation;
- Received an easement(s), in a form satisfactory to the Cooperative, for the construction, installation, maintenance, operation, replacement and/or repair of the underground Cooperative Facilities, at no cost to the Cooperative; and
- 3. Received payment in advance for all costs of removal of the existing Cooperative Facilities and the full amount of the Cooperative's cost for the construction and installation of the new underground facilities, including the Cooperative's costs and expenses of any related regulatory approvals or other legal disputes and proceedings.

400.22.4 COOPERATIVE REQUIRED REMOVAL OR RELOCATION

If the Cooperative determines it is necessary to relocate existing Cooperative Facilities because a Member or any other Person fails or refuses to allow the Cooperative access to those-cooperative-person may be billed the cost of such relocation and associated expenses.

If the Cooperative determines that a <u>safety or standard</u> violation <u>of a safety standard or other standard or requirement</u> exists on a Member or any other Person's premises directly or indirectly caused by <u>such Person, as it relates to the location of Cooperative Facilities, then the Cooperative, at the expense of such Person, will may relocate Cooperative Facilities on <u>such premises</u>. <u>or remove structures or perform other improvements within the Cooperative's easement that are causing the cooperative's easement that are causing the</u></u>

Section 400: Line Extension Policy

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 44 of 113

<u>violation.</u> The Member or appropriate Person other responsible Person will be financially responsible required to pay for all reasonable costs incurred by the Cooperative for the relocation or removal of Cooperative Facilities by the Cooperative and all other associated costs incurred or other work required to address the safety or standards violation(s).

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 45 of 113

500 RATES

500.1 MEMBER CHARGES, CREDITS AND ADJUSTMENTS

500.1.1 SERVICE AVAILABILITY CHARGE

APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

PURPOSE

This charge recovers the <u>fixed portion of costs</u> associated with providing services to the membership including, <u>but not limited to</u>, billing, metering, collections, customer service, <u>and other enterprise costs</u> <u>maintenance and operations of distribution infrastructure</u>, <u>and other related costs</u>.

RATE

This charge, per meter, will be applicable according to the Member's rate schedule.

500.1.2 EBILLING BILLING CREDIT

APPLICABILITY

This credit will be applicable to Residential, Farm and Ranch Service Members that choose to receive a paperless bill.

PURPOSE

This credit reimburses a Member for the cost not incurred to the Cooperative involved in mailing a paper bill each month.

RATE

This credit is:

- \$ 1.00 per meter

500.1.3 EDRAFT BILLING CREDIT

APPLICABILITY

This credit will be applicable to Residential, Farm and Ranch Service Members that choose to pay as per Section 300.11.3.6, Bank Draft Payment Plan.

PURPOSE

This credit reimburses a Member for the cost not incurred to the Cooperative involved in processing a payment each month.

RATE

This credit is:

- \$ 1.50 per meter

500.1.4 DELIVERY CHARGE

APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

PURPOSE

This charge recovers the <u>variable portion of costs</u> associated with <u>providing services to the membership including, but not limited to, billing, metering, collections, customer service, maintenance and operations of the distribution infrastructure, and other related costs.</u>

<u>RATE</u>

This charge, per kWh, will be applicable according to the Member's rate schedule.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 46 of 113

500.1.5 CAPACITY DEMAND CHARGE

APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

PURPOSE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

RATE

This charge, per maximum demand of power consumed, measured as the maximum demand during a fifteen (15) minute interval within the billing period, will be applicable according to the Member's rate schedule.

500.1.6 PEAK DEMAND CHARGE

APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

PURPOSE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

RATE

This charge, per kW, will be determined using the Peak Demand, measured on an hourly interval basis during the Time of Use Non-Summer Peak and in the Summer Peak and Summer Super Peak time periods, according to the Member's rate schedule.

500.1.7 BASE POWER CHARGE

APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

PURPOSE

This charge will be used to recover the Cooperative's actual cost of power purchased for the membership and other costs incurred in connection with the development and management of the Cooperative's power supply. Members may have the option to choose from either Flat Base Power Charge or Time-of-Use (TOU) Base Power Charge as defined below.

RATE

This charge, per kWh, will be applicable according to the Base Power Rate option selected by the Member and the Member's rate schedule.

The charge is calculated using the following formula:

(A + B) / kWhs

A = Total estimated budgeted cost of power purchased for the membership and other costs incurred in connection with the development and management of the Cooperative's power for the period. (excluding power cost for Industrial Power Service, Transmission Level Service, and the Community Solar Base Power Charge)

B = Total actual adjustments needed to account for over or under recovery of actual cost of power purchased for the previous period.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 47 of 113

kWhs = Total estimated energy sales for the period (excluding kWhs for the Industrial Power Service, Transmission Level Service, and the Community Solar Base Power Charge)

The options are as follows.

500.1.7.1 FLAT BASE POWER CHARGE APPLICABILITY

This charge option may be applicable to all rate schedules and programs except for Large Power Service, Transmission Level Service, and Industrial Power Service. The Flat Base Power Charge will be used for billing on Member accounts that do not choose the TOU Base Power Charge.

PURPOSE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

RATE

The charge is:

\$ 0.058500 per kWh

500.1.7.2 TIME-OF-USE BASE POWER CHARGE **APPLICABILITY**

This charge may be applicable to all rates schedules and programs except Unmetered Device Service, Interconnect Rate, Transmission Level Service, and Industrial Power Service.

This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS
This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 48 of 113

RATE

The charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am - 12:00 pm 8:01pm - 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

500.1.8 TRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARGE $\frac{\text{APPLICABILITY}}{\text{APPLICABILITY}}$

This charge may be applicable according to the Member's rate schedule.

PURPOSE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

<u>RATE</u>

This charge, per kWh or kW, will be applicable according to the Member's rate schedule. The options are as follows.

500.1.8.1 TRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARGE, PER KWH

APPLICABILITY
This charge may be applicable according to the Member's rate schedule.

RATE

The charge is:

\$ 0.023644 per kWh

The charge may be updated each June 1st and October 1st to align with forecasted costs.

500.1.8.2 TRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARGE, PER KW APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 49 of 113

RATE

This charge, per kW, will be determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals times the monthly charge. If the Member's demand is negative, the Member may receive a credit.

The charge will recover the actual cost as established by the Commission.

Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be as per Section 500.1.8.1 Transmission Cost of Service (TCOS) Pass Through Charge, per KWh.

500.1.9 COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA) APPLICABILITY

This adjustment applies to all Members enrolled in the Community Solar Rate.

PURPOSE

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

RATE

The adjustment, per kWh, will be determined as follows:

For all kWh sold to any Members enrolled in the Community Solar Rate, the community solar transmission cost adjustment (CSTCA) will be calculated as follows:

The charge may be updated each June 1st and October 1st to align with forecasted costs.

500.1.10 PRIMARY SERVICE ADJUSTMENT (PSA) APPLICABILITY

This adjustment may be applicable to all rate schedules corresponding to a Member receiving Primary Level Service. A Member receiving Primary Level Service must procure, install, and maintain all facilities and equipment beyond the Point of DeliveryPoint of Interconnection at their expense and in accordance with the latest version of the NESC and NEC standards.

PURPOSE

This adjustment will be used to credit a Member receiving electric power and energy at Primary Service Level.

RATE

This adjustment will be based on the total amount due for the applicable charges incurred for the month. Applicable charges, according to the Member's rate schedule, are the Delivery, Capacity Demand, Peak Demand, Base Power, and TCOS Pass Through Charges. The adjustment will not apply to any other charges, fees, credits, or adjustments. The adjustment will be determined as follows:

PSA = - (Monthly sum of applicable charges) X 2%

500.1.11 RENEWABLE ENERGY RIDER CHARGE APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

PURPOSE

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 50 of 113

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

<u>RATE</u>

The charge is:

\$ 0.000430 per kWh

The pricing is based on the Texas Renewable Energy Credits Index and will be changed periodically to reflect current index pricing.

500.1.12 SUSTAINABLE POWER CREDIT

APPLICABILITY

This credit applies to all Members enrolled in the Interconnect Rate.

PURPOSE

This credit will be used to compensate a Member for Received Energy.

RATE

The credit per kWh of Received Energy is:

- \$0.069554

500.1.13 WHOLESALE ENERGY CREDIT

APPLICABILITY

This credit applies to all Members enrolled in the Interconnect Wholesale Energy Rate.

PURPOSE

This credit will be used to compensate a Member for Received Energy from an Interconnection fifty (50) kW AC or greater.

RATE

The credit, per kWh, will be determined as follows:

Wholesale Energy Credit = (Received Energy x Real Time Settlement Point Price at corresponding Load Zone)

500.1.14 FRANCHISE FEE

APPLICABILITY

Related to costs imposed by a Municipality under a valid franchise agreement with the Cooperative, This charge may be applicable to all Members served by the Cooperative inside a Memunicipality's corporate boundary. All franchise fees not included in base rates will be separately assessed for Members service provided within the Memunicipality where the franchise fee is authorized. The portion of the franchise fee not included in base rates will appear on the bill as a separate line item.

RATE

This charge will be calculated by multiplying the franchise fee percentage assessed by the Mmunicipality times the charges for energy and power sold and such other authorized charges to a Member (excluding any taxes and other authorized exclusions). Applicable sales tax may be assessed on franchise fee amounts.

500.1.15 SALES TAX

APPLICABILITY

This charge may be applicable to the Member in addition to the applicable Rates. Members claiming exemption from sales taxes should provide a sales tax-exemption form, acceptable to the Cooperative.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 51 of 113

500.1.16 COOPERATIVE OWNED LAMP CHARGE APPLICABILITY

This charge may be applicable to Cooperative owned outdoor lighting assets where the existing facilities, owned by either the Cooperative or the Member, are suitable for the installation of lighting. Cooperative owned outdoor lighting assets include lamps and lighting fixtures ("Cooperative Owned Area Lighting").

MAINTENANCE OR REPAIRS OF COOPERATIVE OWNED AREA LIGHTING

The Cooperative will own, install and maintain Cooperative Owned Area Lighting. Upon failure of any Cooperative Owned Area Lighting, such Lighting will be replaced by the Cooperative with LED lighting, and applicable charges may apply.

The Member will pay for costs of repairs including labor and materials for damage to Cooperative Owned Area Lighting resulting from an act of vandalism as determined by the Cooperative. The Member will be responsible for any costs of repairs including labor and materials for damage to existing facilities owned by the Member.

MEMBER REQUESTS

Relocate – The Member will pay for all costs, including labor and materials for the relocation of any Cooperative Owned Area Lighting and necessary facilities, subject to Section 400 Line Extension Policy

Change Out – Any Member requesting to change out functional Cooperative Owned Area Lighting to LED lighting will pay the net book value of the existing Cooperative Owned Area Lighting including labor costs of change out as determined by the Cooperative. Following the change out, the Cooperative will adjust the Member's account(s) to reflect the appropriate rate.

Removal – Only applies to Cooperative Owned Area Lighting installed on Member-owned facilities. Any Member requesting the removal of Cooperative Owned Area Lighting must provide notice in writing to the Cooperative. The Member will be responsible for paying the net book value of the existing Cooperative Owned Area Lighting including labor costs of removal as determined by the Cooperative and any costs for disposal of the Cooperative Owned Area Lighting. Upon removal, the Member will be responsible for any costs associated with furnishing of new lamps or lighting fixtures including labor and installation and maintenance and repair. Following the removal, the Cooperative will adjust the Member's account(s) to reflect the appropriate rate.

Purchase – Only applies to Cooperative Owned Area Lighting installed on Member-owned facilities. Any Member requesting the purchase of Cooperative Owned Area Lighting must provide notice in writing to the Cooperative. The Member will be responsible for paying the net book value of the existing Cooperative Owned Area Lighting. Upon purchase, the Member will own the lamps or lighting fixtures, and be responsible for any maintenance and repair costs. Following the purchase, the Cooperative will adjust the Member's account(s) to reflect the appropriate rate.

RATE

The following charges will apply per lighting device:

Lamp Type:	Lighting Category:	Charge per Lamp:
LED 1	Lighting Type LA, 0 to 50 watts	\$9.22
LED 2	Lighting Type LB, 51 to 100 watts	\$19.22
HP 1*	Lighting Type LB, 51 to 100 watts	\$7.37
HP 2*	Lighting Type LE, 201 to 250 watts	\$14.39
MH*	Lighting Type LD, 151 to 200 watts	\$6.62
MV*	Lighting Type LD, 151 to 200 watts	\$6.62

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 52 of 113

LED - Light Emitting Diode

HPS - High Pressure Sodium; MH - Metal Halide;

MV - Mercury Vapor

* These lamps are no longer available for new installations.

500.1.17 POWER OF CHANGE

APPLICABILITY

This adjustment applies to all Members participating in PEC's voluntary on-bill round up and donation program. A participating Member may choose to discontinue at any time.

PURPOSE

This adjustment is used to raise funds to support community support programs and associated giving subject to the conditions in the Community Support and Power of Change Policy.

RATE

The total monthly bill will be rounded up to the nearest dollar.

500.1.18 CAPITAL CREDITS

APPLICABILITY

This adjustment may apply to all Members who have allocated capital credits.

PURPOSE

This adjustment will serve as the Cooperative's method to distribute a Member's share of the Cooperative's Net Operating Margins based upon each Member's purchases of electric service or energy, or as such Net Operating Margins may otherwise be allocated within a Member Class to a Member.

RATE

As approved by the Board of Directors.

500.1.19 MISCELLANEOUS PASS-THROUGH CHARGE APPLICABILITY

This charge may be applicable to a Member if the Cooperative incurs a cost directly as a result of actions taken by or on behalf of the Member or for the strict benefit of such Member and not collected in another fee or rate schedule.

<u>PURPOSE</u>

This charge recovers the cost associated with a Member responsible for directly incurring the costs.

RATE

Actual cost incurred monthly.

500.1.20 DUAL FEED RIDER

APPLICABILITY

This charge may be applicable to any member with non-standard facilities requesting dual feed service which requires the reservation of electrical capacity on an additional electrical distribution feeder.

PURPOSE

This charge recovers the cost associated with the maintenance and operations of the electric distribution infrastructure and other related costs, excluding local facilities, for the reserved capacity on an additional electrical distribution feeder.

Section 500: Rates

Applicable: Entire Certified Service Area
Effective Date: October 1, 2024March 1, 2025

Page 53 of 113

CONDITIONS

A member requesting dual feed service through an automatic transfer will be billed the Reserve Capacity Charge. Per Section 400.9, Non-Standard Delivery Service and Facilities, Members requesting non-standard facilities will be responsible for all costs associated with the engineering, installation, maintenance, and material costs required to provide and maintain the non-standard facilities.

RATE

This monthly charge will be billed per kilowatt (kW) and determined using the highest annual non-coincidental peak demand measured on an hourly interval basis. The demand will remain unchanged for a 12-month period and adjusted upon review annually.

The monthly charge is:

\$5.20 per kW

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 54 of 113

500.2 RESIDENTIAL RATE SCHEDULES

500.2.1 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate.

<u>RATE</u>

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 55 of 113

500.2.2 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 56 of 113

500.2.3 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Net Energy
Community Solar Base Power Charge TCOS Pass Through Charge	\$ 0.061080 \$ 0.023644	<u>kWh</u> kWh	Solar Received Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	<u>kWh</u>	Delivery Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received

Formatted Table

Formatted Table

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 57 of 113

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- This Rate is available to any eligible Member who is not currently receiving the Sustainable Power Credit, provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to
 applicants on a first-come, first-served basis as determined by the date and time of application
 submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24)twelve (12) month enrollment commitment with an automatic renewal every twenty-four (24)twelve (12) months, unless otherwise terminated.until If the Member submits a request to terminate enrollment, or the Cooperative determines the member is no longer eligible, this change in no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle after termination.
- If an enrolled Member executes an Interconnection Agreement with PEC to install DG at the Member's premise, and they have received Permission to Operate (PTO), the Member will be exempt from fulfilling the original twelve (12) month commitment.
- 7. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 8. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 58 of 113

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

500.2.4 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Net Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 59 of 113

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources. The pricing is based on the Texas Renewable Energy Credits Index and will be changed periodically to reflect current index pricing.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- This Rate is available to any eligible Member who is not currently receiving the Sustainable Power Credit, provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24)twelve (12) month enrollment commitment with an automatic renewal every twenty-four (24)twelve (12) months, unless otherwise terminated.until If the Member submits a request to terminate enrollment, or the Cooperative determines the member is no longer eligible, this change in no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle after termination.
- If an enrolled Member executes an Interconnection Agreement with PEC to install DG at the Member's premise and they have received PTO, the Member may be exempt from fulfilling the original twelve (12) month commitment.
- 6-7. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7-8. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 60 of 113

assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 61 of 113

500.2.5 RESIDENTIAL, FARM AND RANCH SERVICE, TIME OF USE (TOU) BASE POWER CHARGE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 62 of 113

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am - 4:00 pm 7:01 pm - 11:00 pm	\$ 0.055120
	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am - 12:00 pm 8:01pm - 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 63 of 113

500.2.6 RESIDENTIAL, FARM AND RANCH SERVICE, TIME OF USE (TOU) BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 64 of 113

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am - 12:00 pm 8:01pm - 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 65 of 113

500.2.7 RESIDENTIAL, FARM AND RANCH SERVICE, INTERCONNECT RATE $\frac{\text{APPLICABILITY}}{\text{APPLICABILITY}}$

This program applies to Residential Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG)... Section 700.6.

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 66 of 113

500.2.8 RESIDENTIAL, FARM AND RANCH SERVICE, INTERCONNECT RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This program applies to Residential Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG), Section 700.6.

<u>RATE</u>

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources. The pricing is based on the Texas Renewable Energy Credits Index and will be changed periodically to reflect current index pricing.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 67 of 113

500.3 SMALL POWER RATE SCHEDULES

500.3.1 SMALL POWER SERVICE, FLAT BASE POWER CHARGE APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 68 of 113

500.3.2 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 69 of 113

500.3.3 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 70 of 113

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- This Rate is available to any eligible Member who is not currently receiving the Sustainable Power Credit, provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24)twelve (12) month enrollment commitment with an automatic renewal every twenty-four (24)twelve (12) months, unless otherwise terminated until If the Member submits a request to terminate enrollment, or the Cooperative determines the member is no longer eligible, this change in no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle after termination.
- If an enrolled Member executes an Interconnection Agreement with PEC to install DG at the Member's premise and they have received PTO, the Member may be exempt from fulfilling the original twelve (12) month commitment.
- 6-7. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7.8. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 71 of 113

500.3.4 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 72 of 113

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member who is not currently receiving the Sustainable Power Credit, provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to
 applicants on a first-come, first-served basis as determined by the date and time of application
 submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24)twelve (12) month enrollment commitment with an automatic renewal every twenty-four (24)twelve (12) months, unless otherwise terminated.until If the Member submits a request to terminate enrollment, or the Cooperative determines the member is no longer eligible, this change in no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle after termination.
- 6. If an enrolled Member executes an Interconnection Agreement with PEC to install DG at the Member's premise and they have received PTO, the Member may be exempt from fulfilling the original twelve (12) month commitment.
- 6-7. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7.8. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar

Section 500: Rates

Applicable: Entire Certified Service Area
Effective Date: October 1, 2024March 1, 2025

Page 73 of 113

Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 74 of 113

500.3.5 SMALL POWER SERVICE, TIME OF USE (TOU) BASE POWER CHARGE APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 75 of 113

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am - 12:00 pm 8:01pm - 11:00 pm	\$ 0.045910
(3.5 5-17)	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 76 of 113

500.3.6 SMALL POWER SERVICE, TIME OF USE (TOU) BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 77 of 113

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am - 4:00 pm 7:01 pm - 11:00 pm	\$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am - 12:00 pm 8:01pm - 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 78 of 113

500.3.7 SMALL POWER SERVICE, INTERCONNECT RATE APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This interconnect program applies to Small Power Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG). Section 700.6.

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 79 of 113

500.4 LARGE POWER RATE SCHEDULES

500.4.1 LARGE POWER SERVICE APPLICABILITY

This schedule applies to distribution service locations with a rolling twelve (12) month average demand of fifty (50) kW or greater, and who is not covered by another rate schedule. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is below fifty (50) kW in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Small Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is fifty (50) kW or greater.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 150.00	meter	month
Peak Demand Charge	\$ 6.74	kW	Peak Demand
TCOS Pass Through Charge	\$ 5.70	kW	4CP Demand
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

PEAK DEMAND CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs. This charge, per kW, will be determined using the Peak Demand, measured on an hourly interval basis during the Time of Use Non-Summer Peak and in the Summer Peak and Summer Super Peak time periods.

TCOS PASS THROUGH CHARGE

The TCOS Pass Through Charge recovers the actual cost as established by the Commission. This charge, per kW, is determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals, by the monthly charge. If the Member's demand is negative, the Member may receive a credit. Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be based on energy, per kWh.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 80 of 113

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
and Oct. – Dec.)	- Ttorritar	8:01 am - 4:00 pm 7:01 pm - 11:00 pm	\$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am - 12:00 pm 8:01pm - 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 81 of 113

500.4.2 LARGE POWER SERVICE, WITH RENEWABLE ENERGY RIDER APPLICABILITY

This schedule applies to distribution service locations with a rolling twelve (12) month average demand of fifty (50) kW or greater, and who is not covered by another rate schedule. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is below fifty (50) kW in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Small Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is fifty (50) kW or greater.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 150.00	meter	month
Peak Demand Charge	\$ 6.74	kW	Peak Demand
TCOS Pass Through Charge	\$ 5.70	kW	4CP Demand
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

PEAK DEMAND CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs. This charge, per Kw, will be determined using the Peak Demand, measured on an hourly interval basis during the Time of Use Non-Summer Peak and in the Summer Peak and Summer Super Peak time periods.

TCOS PASS THROUGH CHARGE

The TCOS Pass Through Charge recovers the actual cost as established by the Commission. This charge, per Kw, is determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals, by the monthly charge. If the Member's demand is negative, the Member may receive a credit. Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be based on energy, per kWh.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 82 of 113

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am - 4:00 pm 7:01 pm - 11:00 pm	\$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am - 12:00 pm 8:01pm - 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 83 of 113

500.4.3 LARGE POWER SERVICE, INTERCONNECT WHOLESALE ENERGY RATE

APPLICABILITY

This schedule applies to distribution service locations with a rolling twelve (12) month average demand of fifty (50) Kw or greater, and who is not covered by another rate schedule. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is below fifty (50) Kw in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Small Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is fifty (50) Kw or greater, This program applies to Large Power Members with a Distributed Generation (DG) system or any Member with a DG system that is fifty (50) kW Alternating Current (AC) or greater of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 150.00	meter	month
Peak Demand Charge	\$ 6.74	Kw kW	Peak Demand
TCOS Pass Through Charge	\$ 5.70	Kw kW	4CP Demand
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Wholesale Energy Credit	See Note 2	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

PEAK DEMAND CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs. This charge, per kW, will be determined using the Peak Demand, measured on an hourly interval basis during the Time of Use Non-Summer Peak and in the Summer Peak and Summer Super Peak time periods.

TCOS PASS THROUGH CHARGE

The TCOS Pass Through Charge recovers the actual cost as established by the Commission. This charge, per kW, is determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals, by the monthly charge. If the Member's demand is negative, the Member may receive a credit. Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be based on energy, per kWh.

Section 500: Rates

Applicable: Entire Certified Service Area
Effective Date: October 1, 2024March 1, 2025

Page 84 of 113

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
and Oct. – Dec.)	Homai	8:01 am - 4:00 pm 7:01 pm - 11:00 pm	\$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am - 12:00 pm 8:01pm - 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

NOTE 2: WHOLESALE ENERGY CREDIT

This credit will be used to compensate a Member for Received Energy from an Interconnection fifty (50) kW AC or greater. The credit, per kWh, will be determined as follows:

Wholesale Energy Credit = (Received Energy x Real Time Settlement Point Price at corresponding Load Zone)

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 85 of 113

500.5 INDUSTRIAL POWER SERVICE APPLICABILITY

This schedule applies to Members whose service level is not classified as Secondary, Primary, or Transmission level and whose uses are not covered by another specific rate schedule.

This schedule is not available to new Members or Applicants effective March 1, 2021.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 1,000.00	meter	month
Capacity Demand Charge	\$ 0.490000	kW	Capacity Demand
TCOS Pass Through Charge	See Note 1	kW	4CP Demand
Base Power Charge	See Note 2	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

CAPACITY DEMAND CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs. This charge, per maximum demand of power consumed, measured as the maximum demand during a fifteen (15) minute interval within the billing period.

NOTE 1: TCOS PASS THROUGH CHARGE

The TCOS Pass Through Charge recovers the actual cost as established by the Commission. This charge, per kW, is determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals, by the monthly charge. If the Member's demand is negative, the Member may receive a credit. Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be based on energy, per kWh.

NOTE 2: BASE POWER CHARGE

The cost of power to serve the Member, including capacity, ancillary services, delivery, energy, and fuel charges for the billing period plus adjustments applied to the current monthly billing to account for differences in actual purchased electricity costs billed in previous periods. These costs will be a direct pass through from the wholesale provider provided that the Member's billing units for power cost may be adjusted for line losses, as determined by the Cooperative, to calculate the Member's power cost at the wholesale supplier's metering point to the Cooperative.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 86 of 113

500.6 TRANSMISSION LEVEL SERVICE APPLICABILITY

This schedule applies to Members receiving power at transmission level voltage (sixty (60) KV or above).

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 1,000.00	meter	month
TCOS Pass Through Charge	See Note 1	kW	Delivered Energy
Base Power Charge	See Note 2	kWh	Delivered Energy

NOTE 1: TCOS PASS THROUGH CHARGE

The TCOS Pass Through Charge recovers the actual cost as established by the Commission. This charge, per kW, is determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals, by the monthly charge. If the Member's demand is negative, the Member may receive a credit. Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be based on energy, per kWh.

NOTE 2: BASE POWER CHARGE

The cost of power to serve the Member, including capacity, ancillary services, delivery, energy, and fuel charges for the billing period plus adjustments applied to the current monthly billing to account for differences in actual purchased electricity costs billed in previous periods. These costs will be a direct pass through from the wholesale provider provided that the Member's billing units for power cost may be adjusted for line losses, as determined by the Cooperative, to calculate the Member's power cost at the wholesale supplier's metering point to the Cooperative.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 87 of 113

500.7 RATE PROGRAMS

500.7.1 MILITARY BASE DISCOUNT

APPLICABILITY

The discount will be applicable in conjunction with the Member's rate schedule to any military base that the Cooperative serves, as required by the Texas Utilities Code. Sec. 36.354. The provisions of the applicable rate schedule are modified only as shown herein.

MONTHLY RATE

The amount due to the Cooperative will be reduced by twenty percent (20%), except for the Base Power and TCOS charges applicable to the Member, and excluding any adjustment factors, cost recovery factors, specific facilities charges, and service fees, as per the Member's rate schedule.

500.7.2 ECONOMIC DEVELOPMENT DISCOUNT PURPOSE

To encourage economic development, provide economic stimulus, and increase the competitiveness of communities in their economic development pursuits within the Lower Colorado River Authority (LCRA) service territory, the Cooperative will pass through an Economic Development Discount (EDD) available through the LCRA to qualifying Members.

APPLICABILITY

Subject to the conditions listed and confirmation of availability from LCRA, this discount applies to Large Power Service, Transmission Level Service, and Industrial Power Service Members with minimum LCRA supplied energy usage of two million two hundred thousand (2,200,000) kWh to a single site in the LCRA service territory.

CONDITIONS

To be eligible to receive an EDD, a Large Power Service, Transmission Level Service, or Industrial Level Service Member must meet the following requirements:

- Member must have added a new location for electric service within LCRA's service territory or expanded an existing location for electric service with addition of a new metering point within the LCRA's service territory;
- Service location must have appropriate metering equipment to record actual energy consumption;
- Member must have received economic development assistance, including but not limited to, tax incentives or grants, from cities, counties or other regional entities (Member must provide executed agreements that address various economic impact metrics such as job creation and investment requirements); and
- 4. Member must enter into a five (5) year agreement with the Cooperative in a form approved by the Cooperative, which may include, among other provisions, terms regarding minimum load requirements, purchase power requirements, metering data submission, economic impact reporting, and repayment provisions for failure to meet conditions of discount.

RATE

After the first year of Member's minimum annual usage of two million two hundred thousand (2,200,000) kWh served by the Cooperative through energy purchases from the LCRA at a single site within the LCRA service territory, and each year thereafter for no more than three (3) years, the discount will apply to reduce the Cooperative's total costs for providing service to the new service location in the amounts and terms described in an agreement entered into between the Cooperative

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 88 of 113

and the Member. The amount of the EDD for the Member will be equivalent to the reduction that the Cooperative receives from LCRA minus any associated cost of implementation.

AVAILABILITY

The discount will be available to applicable Members for no more than three (3) years.

500.7.3 COOPERATIVE-OWNED ELECTRIC VEHICLE PUBLIC CHARGE STATION RATE

APPLICABILITY

The rate is applicable to a Member or non-Member receiving electric service through a public electric vehicle charging station connected to the Cooperative's Delivery System and owned and/or operated by the Cooperative.

MONTHLY RATE

The following charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	Ten percent (10%)	n/a	total charges
Delivery Charge	Per Section 500.2.1.1	kWh	Delivered Energy
Base Power Charge	Per Section 500.1.7.2	kWh	Delivered Energy
TCOS Pass Through Charge	Per Section 500.1.8.1	kWh	Delivered Energy

<u>Service Availability Charge:</u> The charge will be ten percent (10%) of the total cost per kWh calculated on the sum of the Delivery, TCOS, and Base Power Charges as described in this section.

THE TOTAL COST PER KWH WILL BE THE SUM OF THE ABOVE CHARGES. CHARGES MAY BE SUBJECT TO ROUNDING AS REQUIRED BY THE BILLING SOFTWARE PROVIDER.

500.7.4 UNMETERED DEVICE SERVICE

APPLICABILITY

This schedule applies to Members requesting Unmetered Service to lighting and non-lighting related devices owned, operated, and maintained by the Member or the Cooperative. Devices may not have a maximum power requirement of more than five hundred (500) watts.

CONDITIONS

To qualify for this service, the Member must comply with the following provisions:

- 1. Member must provide the technical specifications and location of device(s) installed;
- 2. Member must provide notice of any new device(s) installed or changes to approved devices by the Member within 48 hours of installation;
- 3. A maximum of one-hundred and fifty (150) individual devices can be aggregated to a single account; and
- 4. All approved devices must be located within the same Mmunicipality for the assessment of any municipal franchise fee, if applicable.

UNAUTHORIZED DEVICES

Failure by Member to notify the Cooperative of any new devices may result in the Cooperative's refusal to continue service.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 89 of 113

If the Cooperative discovers any new and unauthorized devices installed by the Member, the Cooperative may make a billing adjustment to account for six (6) months of energy consumption for each unauthorized device.

If the Cooperative discovers any changes to authorized devices, such as a change in the device's category, already installed by the Member, the Cooperative will make a billing adjustment to account for the difference in energy consumption between the billed device and the unauthorized device for six (6) months of energy consumption for each unauthorized device.

500.7.4.1 UNMETERED LIGHTING DEVICE SERVICE BILLING DETERMINANTS

The Cooperative will place each lighting device in the categories below. Monthly consumption is based on a fifty (50) percent load factor.

Lighting Device Category and Monthly Energy Consumption				
Device Type LA	1 – 50 watts	18 kWh		
Device Type LB	51 – 100 watts	37 kWh		
Device Type LC	101 – 150 watts	55 kWh		
Device Type LD	151 – 200 watts	73 kWh		
Device Type LE	201 – 250 watts	91 kWh		

MONTHLY RATE

The following charges will apply:

Charges:	Amount:	Unit:	Billing
			Determinant:
Service Availability Charge	\$ 37.50	account	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Base Power Charge	Per Section 500.1.7.1	kWh	Delivered Energy

<u>Service Availability Charge:</u> This charge is applicable if devices are not already included on a bill with a metered account. Otherwise, the account will be billed per this rate schedule.

The charge per lamp above is the monthly energy (kWh) multiplied by the calculated sum of the Delivery Charge and the Base Power Charge as described in this section.

Members with Cooperative-owned devices will be billed a lamp charge per Section 500.1.16 Cooperative Owned Lamp Charge.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

500.7.4.2 UNMETERED NON-LIGHTING DEVICE SERVICE BILLING DETERMINANTS

The Cooperative will place each non-lighting device in the categories below. Monthly consumption is based on a one hundred (100) percent load factor.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 90 of 113

Non-Lighting Device Category	and Monthly Energy Consumpt	ion
Device Type A	1 – 100 watts	73 kWh
Device Type B	101 – 200 watts	146 kWh
Device Type C	201 – 300 watts	219 kWh
Device Type D	301 – 400 watts	292 kWh
Device Type E	401 – 500 watts	365 kWh

MONTHLY RATE

The following charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	account	month
Delivery Charge	\$ 0.010988	kWh	Delivered Energy
Base Power Charge	Per Section 500.1.7.1	kWh	Delivered Energy
TCOS Pass Through Charge	Per Section 500.1.8.1	kWh	Delivered Energy

<u>Service Availability Charge:</u> This charge is applicable if devices are not included on a bill with a metered account. Otherwise, the account will be billed per the applicable rate schedule.

The charge per device above is the monthly kWh multiplied by the calculated sum of the Delivery Charge, TCOS Charge, and the Base Power Charge as described in this section.

Section 500: Rates

Applicable: Entire Certified Service Area
Effective Date: October 1, 2024March 1, 2025

Page 91 of 113

500.8 FEE SCHEDULE

Section 500: Rates
Applicable: Entire Certified Service Area
Effective Date: October 1, 2024March 1, 2025

Page 92 of 113

FEE	AMOUNT	SECTION
Open Records Fee – Staff research time	\$-40.00 70.00 per hour	300.4
Open Records Fee – Copies	\$ 0.25 cents per page for any pages in excess of 10 pages	300.4
Open Records Fee – Other materials and services not included in research time and copies.	Actual cost	300.4
Subpoena Response Service Fee	\$-40.00 70.00 / hour	300.4.1
Easement Release Review Fee	\$ 100.00 or actual cost, whichever is greater	300. <u>15</u> 4.2 <u>1</u>
Easement Obstruction Review Fee	\$775.00 or actual cost, whichever is greater	300.154.32
Membership Fee	\$ 50.00	300.8.1
Establishment/Transfer Fee	\$ 50.00	300.8. <u>3</u> 2
Same Day Service Fee	\$ 125.00 – (8 AM to 5 PM on Business Days) \$ 175.00 – All other times	300.9.3 <u>.</u> 300.9.9
ate Payment Processing Fee	10 percent of unpaid amount	300.11.4
Non-Payment Disconnect/Reconnection Fee after Disconnection for Nonpayment	\$ 75.00	300.11.9
Loan Late Fee	The greater of \$ 7.50 or 7 percent	300.11.5
Return Check/Denied Bank Draft Fee	\$ 30.00	300.11.6
Meter Test Fee	\$ 100.00	300.13.4
Advance <u>d</u> d Metering Opt <u>- Out Program – Meter</u> Exchange Fee	\$ 150.00 <u>200.00</u>	300.13.6 <u>.1</u>
Advance <u>d</u> d Meter <u>ing</u> Opt_Out Program – Non- Ppayment Disconnect/Reconnect Fee	\$ 200.00	300.13.6 ₁
Advanced Metering Opt-Out Program – Meter Exchange Fee	\$ 200.00	300.13.6.1
Advance <u>dd Metering Opt</u> —Out Program – Meter Reading <u>and Processing</u> Fee <u>s</u>	\$ 30.00 monthly processing fee., additional \$-3.50-/-mile meter reading trip charge for service locations fugrither than thirty (30) miles from nearest area office	300.13.6 <u>.2</u>
Meter Tampering Fee	\$ 500.00	300.13.7
Easement Release Review Fee	\$ 100.00 or actual cost, whichever is greater	300.15.1

Section 500: Rates
Applicable: Entire Certified Service Area
Effective Date: October 1, 2024March 1, 2025

Page 93 of 113

Easement Obstruction Review Fee	\$775.00 or actual cost, whichever is greater	300.15.2
System Impact Fee	\$ 200.00	400.15
Planning Design or Redesign Fee	\$ 500.00 or actual cost, whichever is	400.16
Planning <u>Design or</u> Redesign Fee	greater	400.16

-{	Formatted: Font: (Default) Arial, 10 pt
1	Formatted
1	Formatted: Font: (Default) Arial, 10 pt
(Tornacted: Fort: (Delauit) Arial, 10 pt

FEE	AMOUNT	SECTION
After Hours Service Fee	At cost	400.17
Miscellaneous Trip Fee	\$ 100.00	400.18
Franchise Fee	Varies depending on the Mmunicipality	500.1.14
Distributed Generation Interconnection Transfer Fee	\$ 150.00	600.4
Distributed Generation Interconnection, 50	kW and under	
Application and Engineering Study Fee	\$ 250.00	600.4
Interconnect Agreement and Inspection Fee	\$ 250.00	600.4
Miscellaneous Trip Fee	<u>\$ 100.00</u>	600.4
Distributed Generation Interconnection, gro	eater than 50 kW	
Application Fee	\$ 150.00	600.4
Interconnect Agreement and Inspection Fee	\$ 250.00	600.4
Engineering Study Fee	At cost	600.5
Miscellaneous Trip Fee	<u>\$ 100.00</u>	600.4

Section 600: Interconnection Policy Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025

Page 94 of 113

600 INTERCONNECTION POLICY

600.1 GENERAL

This Policy applies to the installation and parallel operation of Member owned Distributed Generation (DG).

While not regulated by the Commission on this subject, the Cooperative adopts as its requirements for safety, reliability, and operational rule the Commission's Substantive Rule 25.212 "Technical Requirements for Interconnection and Parallel Operation of On-Site Distributed Generation" as may be amended from time to time as the Cooperative's interconnection, operational, safety, and reliability rules, except for any portions of the substantive rule which refer to the Commission's form of an Interconnection Agreement or Tariff as may be amended from time to time. Should any provision of the adopted substantive rule and this Policy conflict, this Policy will control.

600.2 LIMITATIONS WITH REGARD TO METERS AND FACILITIES

A Member may serve all load behind the meter at the location of the interconnecting DG facility but will not be allowed to serve multiple meters, multiple consuming facilities or multiple Members with a single DG facility or under a single DG application.

600.3 COMPLIANCE WITH ALL LAWS, REGULATIONS, AND STANDARDS

A Member requesting to interconnect a DG facility to the Cooperative's Delivery System is responsible for and must follow, in addition to all provisions of this Policy, the Cooperative's Tariff and Business Rules, the policies and procedures of the Cooperative's power supplier where applicable, the policies and procedures of the –interconnecting transmission provider where applicable, the rules and regulations of ERCOT and the Commission where applicable, the current IEEE 1547 Standard Guide for Distributed Generation Interconnection, other applicable IEEE standards, applicable ANSI standards, including ANSI C84.1 Range A and any other applicable governmental and regulatory laws, rules, ordinances or requirements. All legal, technical, financial, or other requirements in the following sections of this Policy must be met prior to interconnection of the DG facility to the Cooperative's system.

600.4 MEMBER REQUIREMENTS

APPLY FOR DG SERVICE

To begin the process of interconnecting a DG facility to the Cooperative's Delivery System, a Member must complete and submit an Application for Interconnection and Parallel Operation of Distributed Generation (DG)., Section 700.5.

APPLICATION AND ENGINEERING STUDY FEES

At the time of application for DG service, the Member will pay a refundable application and engineering study fee. The application and engineering study fee will recover the cost for the Cooperative to complete all work required to facilitate the Member's DG service prior to execution of an interconnect and greement, including an engineering study for DG interconnections under 50 kW AC. This fee may be refunded in the case that an Applicant's costs to interconnect a DG system would require Cooperative Delivery System upgrades as per the Line Extension Policy, Section 400. For DG interconnections greater than 50 kW AC, the cost of the engineering study is not included in the application fee, therefore the Applicant will be billed separately at cost. All fee amounts are per Section 500.8, Fee Schedule.

EXECUTE AN INTERCONNECT AGREEMENT

To interconnect a DG facility to the Cooperative's Delivery System, a Member must complete, submit, and have approved by the Cooperative an Interconnection Agreement for Parallel Operation of Distributed Generation (DG), Section 700.6. The interconnection process and Interconnection Agreement are located on PEC's website.

PAY INTERCONNECT AGREEMENT AND INSPECTION FEES

The Member will pay a non-refundable interconnect a Agreement and inspection fee if executing an Interconnection Agreement for Parallel Operation of Distributed Generation (DG). Section 700.6. The

Section 600: Interconnection Policy

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 95 of 113

interconnect a Agreement and inspection fee covers the cost for the Cooperative to complete all work required to facilitate the Member's DG service with the exception of any work required in the application process covered by the application fees or by Section 400.14 Service Upgrades to Existing Cooperative Facilities. All fee amounts are per Section 500.8, Fee Schedule. A non-refundable Miscellaneous Trip Fee may be collected for any additional trips to the Member's property. All fee amounts are per 500.8, Fee Schedule.

DISTRIBUTED GENERATION INTERCONNECTION TRANSFER FEE

A member moving into an existing interconnect location with intent to generate will be required to establish a new Interconnect Agreement with the Cooperative and pay the DG Interconnection Transfer Fee. All fee amounts are per Section 500.8, Fee Schedule.

600.5 COOPERATIVE REVIEW OF PROPOSED DG FACILITY

ENGINEERING STUDIES AND STUDY FEES

The Cooperative will conduct an engineering study, service study, coordination study and/or utility system impact study prior to interconnection of a DG facility. The scope of any such studies will be based on the characteristics of the particular DG facility to be interconnected and the Cooperative's Delivery System at the proposed location. Studies may be conducted by a qualified third party. For DG facilities greater than 50 kW AC, an estimate of the engineering study cost and an estimate of the time required to complete the study will be provided to the Member in advance as part of the application fees. If the cost of the study is in excess of the estimate the member will be required to pay actual cost in full.

LIABILITY

The Cooperative intends the review process and any inspections as a means to safeguard the Cooperative's facilities and personnel. The Member acknowledges and agrees that any review or acceptance of such plans, specifications and other information by the Cooperative will not impose any liability on the Cooperative and does not guarantee the adequacy of the Member's equipment or DG facility to perform its intended function. The Cooperative disclaims any expertise or special knowledge relating to the design or performance of generating installations and does not warrant the efficiency, cost-effectiveness, safety, durability, or reliability of such DG installations.

SYSTEM UPGRADES AND MODIFICATIONS TO COOPERATIVE FACILITY

If interconnection of a particular DG facility will require material capital upgrades to the Cooperative' Delivery System as determined by the engineering study, the Cooperative will provide the Member with an estimate of the schedule and Member's cost for the upgrade. If the Member desires to proceed with the upgrade, the Member will be responsible for all costs associated with the upgrade in accordance with Section 400.14 Service Upgrades to Existing Cooperative Facilities.

GENERAL SAFETY AND RELIABILITY

The Cooperative reserves the right to require additional safety, reliability and/or operational equipment and/or measures beyond that required by the referenced Substantive Rule where its engineering study determines that such equipment and/or operational measures are required. In such cases, the Member will be responsible for the cost of such equipment and/or operational measures.

DG FACILITY ACCESS

The Cooperative has the right to access the area where the disconnect switch for the DG facility is installed for purposes of testing and/or operating the disconnect switch. Such entry onto the Member's property may be without notice.

If the Member erects or maintains locked gates or other barriers, the Member will furnish the Cooperative with convenient means to circumvent the barrier for full access.

METERING

Section 600: Interconnection Policy

Applicable: Entire Certified Service Area
Effective Date: October 1, 2024March 1, 2025

Page 96 of 113

The Member location will be metered in accordance with Section 300.13, Measurement and Metering of Service. Depending on the size and registration status of the DG facility with ERCOT additional meter requirements may be necessary.

Section 700: Appendix - Membership Application and Certificate

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024

Page 97 of 113

700 APPENDICES

MEMBERSHIP APPLICATION AND CERTIFICATE



MEMBERSHIP APPLICATION AND CERTIFICATE

I apply for membership in Pedernales Electric Cooperative, Inc. I agree to be connected to and receive service from the Cooperative's electric distribution system. I agree to pay for Cooperative services and abide by the Cooperative's Bylaws, Tariff, policies, and procedures. I authorize agents of the Cooperative to enter and will allow easy access to my property to repair and maintain lines or equipment or for any other purpose necessary to provide services and conduct business.

Date:	Account number:
Name and address of applicant:	
Phone:	Alternate phone:
Thoric.	/ Memale profile.
Location description:	
I understand that Pedernales Electric Coopera The membership fee will be applied as a credi	ative requires one (1) refundable membership fee per member. it to the bill when all accounts are closed.
This certifies the applicant is a member of	Pedernales Electric Cooperative, Inc.

Pedernales Electric Cooperative, Inc.

Membership Application and Certificate – Page 1 of 1

Section 700: Appendix - Membership Application and Certificate

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024

Page 98 of 113

700.2 RESIDENTIAL LETTER OF GUARANTEE

PEC COPY – RETURN TO: P.O. BOX 1, Johnson City, TX 78636



RESIDENTIAL LETTER OF GUARANTEE

(Waiver of Deposit agreement)

In order that Pedernales Electric Cooperative, Inc. ("PEC"), waive a cash deposit for securing payment of electric bill for:

Applicant Name:

I, (Guarantor Name):

Agree to pay an amount not to exceed one hundred and fifty dollars (\$150.00). I UNDERSTAND BY SIGNING THIS AGREEMENT THAT:

- 1. A credit risk assessment on the Guarantor may be conducted by PEC or on its behalf.
- The amount of liability for Guarantor toward payment of Member's unpaid final bill will not exceed one hundred and fifty dollars (\$150.00).
- This Agreement transfers with the Member/Guarantor, should either party change his or her service address and continue to receive electric service from PEC.
- 4. This guaranty will terminate automatically when the Member has paid his or her bills for twelve (12) consecutive months without service being disconnected for nonpayment, without having more than one (1) late payment, and without having more than one (1) returned item.
- 5. If Member fails to pay the final bill within sixteen (16) days after the final due date, the Guarantor's electric account may be charged an amount not to exceed one hundred and fifty dollars (\$150.00). If this amount is not paid or arrangements not made for payment, Guarantor's own electric service may be disconnected.

Member name:	Guarantor:
Member signature:	Guarantor signature:
Address:	Address:
City, State, Zip:	City, State, Zip:
Phone:	Phone:
Date:	Date:
Account number:	Account number:
Amount:	
Appearing the Guarantor,	, subscribed and sworn
before me this day of	, 20
(NOTARY SE	Notary public signature:
Pedernales Electric Cooperative, Inc. Residential Letter of Guarantee - PEC copy Pedernales Electric Cooperative, Inc.	

Pedernales Electric Cooperative, Inc.
Residential Letter of Guarantee – Page 1 of 2

Section 700: Appendix - Membership Application and Certificate

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024

Page 99 of 113

GUARANTOR COPY



RESIDENTIAL LETTER OF GUARANTEE

(Waiver of Deposit agreement)

In order that Pedernales Electric Cooperative, Inc. ("PEC"), waive a cash deposit for securing payment of electric bill for:

Applicant Name:

I, (Guarantor Name):

Agree to pay an amount not to exceed one hundred and fifty dollars (\$150.00).

I UNDERSTAND BY SIGNING THIS AGREEMENT THAT:

- 1. A credit risk assessment on the Guarantor may be conducted by PEC or on its behalf.
- 2. The amount of liability for Guarantor toward payment of Member's unpaid final bill will not exceed one hundred and fifty dollars (\$150.00).
- continue to receive electric service from PEC.
- 4. This guaranty will terminate automatically when the Member has paid his or her bills for twelve (12) consecutive months without service being disconnected for nonpayment, without having more than one (1) late payment, and without having more than one (1) returned item.
- 5. If Member fails to pay the final bill within sixteen (16) days after the final due date, the Guarantor's electric account may be charged an amount not to exceed one hundred and fifty dollars (\$150.00). If this amount is not paid or arrangements not made for payment, Guarantor's own electric service may be disconnected.

Member name:	Guarantor:	
Member signature:	Guarantor signature:	
Address:	Address:	
City, State, Zip:	City, State, Zip:	
Phone:	Phone:	
Date:	Date:	
Account number:	Account number:	
Amount:		
Appearing the Guarantor,		, subscribed and sworn
before me this day of	, 20	
	Notary public signature: (NOTARY SEAL)	
Pedernales Electric Cooperative, Inc. Residential Letter of Guarantee - Guarantor copy		

Pedernales Electric Cooperative, Inc.
Residential Letter of Guarantee – Page 2 of 2

Section 700: Appendix - Membership Application and Certificate

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024

Page 100 of 113

PREPAID PAYMENT OPTION MEMBER AGREEMENT



PRE-PAID PAYMENT OPTION MEMBER AGREEMENT

Pedernales Electric Cooperative, Inc. ("PEC") is pleased to offer the Pre-paid Payment Option to eligible members. This payment option allows you to manage your electric usage and payments towards your electric bill. With this payment option, each day, PEC will bill you for your previous day's usage and deduct the bill amount from the credit on your account. Daily balances are available for review at pec.coop/PayNow, SmartHub, or by phone. PEC will send you notices by phone text or email reflecting your balance. If you have an existing deposit on your account, PEC will retain \$50 of that deposit and apply the remaining amount to your pre-paid balance.

ELIGIBLE MEMBERS MUST:

- · Have a twenty five dollar (\$25) pre-paid credit balance to set up the account
- · Keep a credit balance on the account at all times

OTHER PROGRAM INFORMATION:

- · Pre-paid accounts are not eligible for the following services and rates:
 - Deferred Payment Arrangement, Budget Billing, Automatic Payment Plan
 - · Time of Use, Interconnections, or Cooperative Solar rates
 - Medical Necessity Registry, Advanced Meter Opt Out Program, or with three-phase service
- · No deposit based on credit worthiness is required for Pre-paid Payment Option accounts
- · Make payments via the SmartHub app, online, by phone, at kiosks, by mail, or in person
- Existing balances must be cleared or a payment arrangement must be scheduled prior to enrollment:
 - Fifty percent (50%) of every payment will be applied to the outstanding balance.
 - The remaining fifty percent (50%) will be applied to the pre-paid account balance until the outstanding balance is paid in full
- Members are responsible for setting up personalized notifications via SmartHub
- If service is disconnected for lack of pre-paid funds, the unpaid balance will be due along with a twenty five dollar (\$25) credit balance to reinstate electric service

Pedernales Electric Cooperative, Inc.

Prepaid Payment Option Member Agreement – Page 1 of 2

Section 700: Appendix - Prepaid Payment Option Member Agreement

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024

Page 101 of 113



PRE-PAID PAYMENT OPTION MEMBER AGREEMENT - CONTINUED

MEMBER:

- I request that my account be added to the Pre-paid Payment Option. I agree to abide by the Tariff and Business Rules (Section 300.11.3.1) governing the Pre-paid Payment Option.
- I consent to electronic notifications by electronic mail, text, or by phone regarding the Pre-paid Payment Option, including notifications regarding balances. PEC will send notice either by email or text when the balance is at ten dollars (\$10) or less. You may elect to receive additional alerts by through your SmartHub account. I understand that it is my responsibility to immediately notify PEO of any changes to my contact information.
- 3. The continuation of electric service depends on your prepaying for service on a timely basis and once the fund balance on the electric account is depleted to zero dollars (\$0), a notification will be sent, and service is subject to disconnection. The daily base rate will continue to accumulate even if no energy consumption occurs.
- 4. Member assumes all liability for and holds harmless PEC, its directors, officers, employees, and agents for any and all damages of every kind resulting from my participation in the Pre-paid Payment Option including, without limitation, automatic disconnection or reconnection of service.
- I understand that at any time, I may elect to discontinue the Pre-paid Payment Option and resume standard billing. At that time, PEC will require full payment of any outstanding balance and may require a deposit.
- 6. Member acknowledges and agrees to the terms and conditions described herein.

Member name:	Date:
Account:	Phone:
Email:	

Pedernales Electric Cooperative, Inc.
Pre-paid Payment Option Member Agreement – Page 2 of 2

Section 700: Appendix - Prepaid Payment Option Member Agreement

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024 Page 102 of 113

MEDICAL NECESSITY PROGRAM APPLICATION



MEDICAL NECESSITY PROGRAM APPLICATION

IMPORTANT INFORMATION:

- This application must be completed to obtain Chronic or Critical Care designation with Pedernales Electric Cooperative, Inc. ("PEC").
- This application will not be processed if incomplete, unreadable, or improperly submitted. All information is required, unless otherwise indicated.
- · Submission of this application does not automatically result in Chronic or Critical Care designation.
- · Members will be notified upon approval and when the designation is due for renewal.
- Pursuant to the Tariff and Business Rules of PEC, designation as a Chronic or Critical Care residential member does not relieve a member of the obligation to pay for electric service, and service may be disconnected for failure to pay.
- Chronic or Critical Care designation does not guarantee continuous electric power. If electricity is a necessity to sustain life, you must make other arrangements for on-site back-up capabilities or other alternatives in the event of power loss.
- It is important that we have the most current phone number and mailing address on record. Members who have registered their PEC account(s) online may also receive notifications via the registration email address.
- More information may be found on this Program in the "Medical Necessity Program" section of the PEC Tariff and Business Rules

INSTRUCTIONS FOR MEDICAL NECESSITY PROGRAM APPLICATION:

MEMBER: Complete Part 1 of application and provide to patient's physician to complete

PHYSICIAN: Complete Part 2 of application

MEMBER: Return signed application to any PEC office or via email, fax, or mail

Office locations: Visit pec.coop/locations

Email: medical@peci.com

Fax: 830-868-4956

Attn: Medical Necessity Program

Mail: Pedernales Electric Cooperative, Inc.

Attn: Medical Necessity Program

P.O. Box 1

Johnson City, Texas 78636

Pedernales Electric Cooperative, Inc. Application for Medical Necessity Status – Page 1 of 3

Section 700: Appendix – Medical Necessity Program Application Applicable: Entire Certified Service Area Effective Date: October 1, 2024

Page 103 of 113



MEDICAL NECESSITY PROGRAM APPLICATION - CONTINUED

Member name on F	PEC account:		
Patient name:			
		Location who requires chronic condit	ion or critical designation nursuant
•	• • • • • • • • • • • • • • • • • • • •	be the same person as the Member.)	
	PE0.1.111		
Account number or	your PEC bill:		Generator?
Service location on	vour PEC bill:		
City:		State:	Zip:
Mailing address on	your PEC bill:		
City:		State:	Zip:
Manahan minaan in l			
Emergency (Seco	ndary) Contact Information	Alternate phone on (Your application will be reject e an Emergency Contact name." ectric service without notice if PE	ed unless you include an Emerg Failure to include an Emergenc
Emergency (Seconomous Contact name or in Contact may result	ndary) Contact Information	on (Your application will be reject e an Emergency Contact name." ectric service without notice if PE	ed unless you include an Emerg Failure to include an Emergenc
Emergency (Seconomous Contact name or in Contact may result	ndary) Contact Informations are "I choose not to provide in disconnection of your elements are to be a second to the content of the content o	on (Your application will be reject e an Emergency Contact name." ectric service without notice if PE	ed unless you include an Emerg Failure to include an Emergenc
Emergency (Seco Contact name or in Contact may result Emergency contact Mailing address:	ndary) Contact Informations are "I choose not to provide in disconnection of your elements are to be a second to the content of the content o	on (Your application will be reject e an Emergency Contact name." ectric service without notice if PE	ed unless you include an Emerg Failure to include an Emergenc C is unable to contact you.
Emergency (Seco Contact name or in Contact may result Emergency contact	ndary) Contact Informations are "I choose not to provide in disconnection of your elements are to be a second to the content of the content o	on (Your application will be reject e an Emergency Contact name." ectric service without notice if PE	ed unless you include an Emerg Failure to include an Emergenc
Emergency (Seco Contact name or in Contact may result Emergency contact Mailing address:	ndary) Contact Informations sert "I choose not to provide in disconnection of your elections."	on (Your application will be reject e an Emergency Contact name." ectric service without notice if PE	ed unless you include an Emerg Failure to include an Emergenc C is unable to contact you. Zip:

Pedernales Electric Cooperative, Inc.
Application for Medical Necessity Status – Page 2 of 3

Section 700: Appendix – Medical Necessity Program Application Applicable: Entire Certified Service Area Effective Date: October 1, 2024

Page 104 of 113

EDICAL NECESSITY PROGRAM APPLICATION - CONTINUED		E
PART 2: COMPLETED BY THE PATIENT'S PHYSCIAN – ALL INFORMATION IS REQUIRE	D	
CHRONIC CONDITION:	YES	NO
The patient has a serious medical condition that requires an electric-powered medical device or electric heating or cooling to prevent impairment of a major life function through a significant deterioration or exacerbation of the person's medical condidtion.		
If yes to the above, has the medical condition been diagnosed as a life-long condition?		
OR		
CRITICAL CARE CONDITION:	YES	NO
The patient is dependent upon an electric-powered medical device to sustain life.		<u>.</u> (4)
If yes to the above, has the medical condition been diagnosed as a life-long condition?		
Physician name (please print):		
Texas Medical Board License number:		
Phone:		
Physician signature:		

Pedernales Electric Cooperative, Inc.

Application for Medical Necessity Status – Page 3 of 3

Section 700: Appendix - Application For Interconnection and Parallel Operation of Distributed Generation (DG)

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024

Page 105 of 113

APPLICATION FOR INTERCONNECTION AND PARALLEL OPERATION OF **DISTRIBUTED GENERATION (DG)**



APPLICATION FOR INTERCONNECTION AND PARALLEL OPERATION OF

DISTRIBUTED GENERATION (DG)	
Name (First):	
Name (Last):	
Organization (if applicable):	
PEC account number:	
PEC meter number:	
Member phone:	
Member email:	
Installation address:	
Installer's name:	
Installer's phone:	
Installer's email:	
Distributed generator details:	
Fuel or energy source (solar, etc.):	
Nameplate rating (kW-DC):	
Nameplate output rating (kW-AC):	
Operating voltage (volts):	
Connection (phase):	
Equipment manufacturer:	
Power factor:	
Frequency:	

Pedernales Electric Cooperative, Inc.

Application For Interconnection and Parallel Operation of Distributed Generation (DG) - Page 1 of 2

Section 700: Appendix – Application For Interconnection and Parallel Operation of Distributed Generation (DG)

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024 Page 106 of 113



APPLICATION FOR INTERCONNECTION AND PARALLEL OPERATION OF DISTRIBUTED GENERATION (DG) - CONTINUED Battery storage system? Yes No If answering Yes to battery storage system, than complete the next set of questions: Nameplate rating (kW-DC): Nameplate output rating (kW-AC): Location of facility: Installer's name: Installer's phone: Installer's email:

By submitting to PEC, the Member authorizes PEC to discuss this application with the installer listed herein and such other persons necessary to process this Application including, but not limited to, any electrical contractor or consultant for the project.

Pedernales Electric Cooperative, Inc.

Application For Interconnection and Parallel Operation of Distributed Generation (DG) - Page 2 of 2

Section 700: Appendix – Interconnection Agreement for Parallel Operation of Distributed Generation

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024 Page 107 of 113

INTERCONNECTION AGREEMENT FOR PARALLEL OPERATION OF DISTRIBUTED GENERATION (DG)



INTERCONNECTION AGREEMENT FOR PARALLEL OPERATION OF DISTRIBUTED GENERATION (DG)

THIS AGREEME	NT (the "Agreement") made this		day of		by and between
		, hereinaf	ter referr	ed to as the "Member", and PE	DERNALES
ELECTRIC COO	PERATIVE, INC., hereinafter refe	erred to as the	"Coopera	ative", is as follows:	
and desires to int This Agreement of of electricity as w electricity will be	intends to own and/or operate at erconnect and operate such inst defines the requirements and res ell ac conditions required for par governed by the Cooperative's Ti oved by the PEC Board of Direct	allation in para ponsibilities of allel operating ariff and Busine	llel with to the Mem dietribute	he Cooperative's electric distrib ber including terms affecting de a d generation. P arallel operation	oution system. elivery and sale n and sales of
Account number:					
Member name: _					
Conside Idention:					

In consideration of the mutual covenants set forth herein, the Parties agree as follows:

- SCOPE OF AGREEMENT. This Agreement is applicable to conditions under which Cooperative and Member agree
 that one or more generating facility or facilities, interconnecting at a single point, of ten (10) megawatts or less and
 related interconnecting facilities to be interconnected at less than 60 kilovolts ("Facility") may be interconnected to
 Cooperative's facilities, as described in Exhibit A.
- ESTABLISHMENT OF POINT(S) OF INTERCONNECTION. The Cooperative and the Member agree to interconnect the Facility at the Point of Interconnection in accordance with the Cooperative's Tariff and Business Rules.
- 3. RESPONSIBILITIES OF COOPERATIVE AND MEMBER. While the Cooperative is not regulated in this matter by the Public Utility Commission of Texas, the Cooperative has adopted as its requirements for safety, reliability, and operational rule the Commission's Substantive Rule 25.212 "Technical Requirements for Interconnection and Parallel Operation of On-Site Distributed Generation" hereinafter referred to as the "Rules." Member shall, at its own cost and expense, operate, maintain, repair, and inspect, and shall be fully responsible for the Facility specified on Exhibit A. Member shall conduct its operations of the Facility in compliance with all aspects of the Rules. Maintenance of the Facility shall be performed in accordance with the applicable manufacturer's recommended maintenance schedule. Member agrees to cause the Facility to be constructed in accordance with specifications equal to or greater than those provided by the National Electrical Safety Code, approved by the American National Standards Institute, in effect at the time of construction.

Member covenants and agrees to design, install, maintain, and operate, or cause the design, installation, maintenance, and operation of, the Facility on its side of the point of common coupling so as to reasonably minimize the likelihood of a disturbance, originating in the Facility of one Party, affecting or impairing the Facility of the other

Pedernales Electric Cooperative, Inc.
Interconnection Agreement for Parallel Operation of Distributed Generation - Page 1 of 4

Section 700: Appendix – Interconnection Agreement for Parallel Operation of Distributed Generation

Applicable: Entire Certified Service Area Effective Date: October 1, 2024

Page 108 of 113



INTERCONNECTION AGREEMENT FOR PARALLEL OPERATION OF DISTRIBUTED GENERATION (DG) - CONTINUED

Party, or other Facility with which Cooperative is interconnected.

The Cooperative shall notify Member if there is evidence that operation of the Facility causes disruption or deterioration of service to other utility Members or if the operation of Facility causes damage to the Cooperative's facility or other Facility with which the Cooperative is interconnected. Member shall work promptly to resolve the problem.

Member shall notify the Cooperative of any emergency or hazardous condition or occurrence with the Facility which could affect safe operation of Cooperative's facility or other Facility with which Cooperative is interconnected.

Member shall provide Cooperative at least fourteen (14) Business Days' written notice of a change in ownership; any circumstances necessitating a change in the person who is the Member; or cessation of operations of one or more Facility. Upon notice by Member of circumstances necessitating a change in the person who is the Member, the Cooperative shall undertake in a reasonably expeditious manner entry of a new Agreement with the change in person who is the Member.

- 4. RIGHT OF ACCESS, EQUIPMENT INSTALLATION, REMOVAL & INSPECTION. Upon reasonable notice, the Cooperative will send a qualified person to the premises where the Facility is located to inspect the interconnection before the Facility first produces energy. Following the initial inspection process described above, at reasonable hours, and upon reasonable notice, or at any time without notice in the event of an emergency or hazardous condition, Cooperative shall have access to the premises where the Facility is located for any reasonable purpose in connection with the performance of the obligations imposed on it by this Agreement or if necessary to meet its legal obligation to provide service to its members. Member warrants it has, or has obtained from all other persons, all necessary rights to provide Cooperative with access to the premises and Facility, as necessary or appropriate for Cooperative to exercise its rights under this Agreement and the Rules.
- DISCONNECTION OF FACILITY. Member retains the option to disconnect from the Cooperative's facilities. Member shall notify Cooperative of its intent to disconnect by giving Cooperative at least thirty (30) business days' written notice. Such disconnection shall be a termination of this Agreement.
- 6. **EFFECTIVE TERM AND TERMINATION RIGHTS.** This Agreement becomes effective when executed by both Parties and shall continue in effect until terminated. The Agreement may be terminated for the following reasons: (a) Member may terminate this Agreement at any time, by giving Cooperative thirty (30) business days' written notice; (b) Cooperative may terminate upon failure by Member to generate energy from the Facility within twelve months of executing this Agreement; (c) either the Cooperative may terminate by giving the Member at least thirty (30) Business Days' written notice that the Member is in default of any of the material terms and conditions of the Agreement, so long as the notice specifies the basis for termination and there is reasonable opportunity to cure the default. Upon termination Member will ensure the Facility is disconnected from the Cooperative's electric distribution system. The Cooperative may inspect the Facility to ensure proper disconnection from the Cooperative's electric distribution system.

Pedernales Electric Cooperative, Inc.
Interconnection Agreement for Parallel Operation of Distributed Generation – Page 2 of 4

Section 700: Appendix – Interconnection Agreement for Parallel Operation of Distributed Generation

Applicable: Entire Certified Service Area Effective Date: October 1, 2024

Page 109 of 113



INTERCONNECTION AGREEMENT FOR PARALLEL OPERATION OF DISTRIBUTED GENERATION (DG) - CONTINUED

- SALES OF ELECTRIC SERVICE TO MEMBER. Member agrees to pay for electric service in accordance with the
 applicable Interconnection Rate and is subject to such other rates as may be applicable under its Tariff.
- CREDITS TO MEMBER. The Cooperative shall credit electric service in accordance with the applicable rate schedule and is subject to such other rates as may be applicable under its Tariff.
- RECEIPT OF POLICY. Member acknowledges that the Interconnection Policy of the Cooperative is found in its Tariff
 and Business Rules, as may be amended from time to time.

O LIMITATION OF LIABILITY AND INDEMNIFICATION

- a. Member assumes full responsibility for electric energy furnished to him or her at and past the Point of Interconnection and will indemnify the Cooperative against and hold the Cooperative harmless from all claims for both injuries to persons, including death resulting therefrom, and damages to property occurring upon the premises owned or operated by Member arising from electric power and energy delivered by Cooperative or in any way arising directly or indirectly from Member's Facility except (i) when the gross negligence or willful misconduct of the Cooperative or its agent or agents was the sole proximate cause of injuries, including death therefrom, to Member or to employees of Member or in the case of a residential Member, to all members of the household; and (ii) as to all other injuries and damages, to the extent that injuries or damages are proximately caused by or result in whole or in part from (a) any gross negligence or willful misconduct of the Cooperative or its agent(s) independent of and unrelated to the maintenance of Cooperative's facilities or any condition on Member's premises or (b) the breach by Cooperative of any provision of any contract regarding purchase and/or sale of electrical energy or service between Cooperative and Member.
- b. The Cooperative's review process and any inspections are intended as a means to safeguard the Cooperative's facilities and personnel. The Member acknowledges and agrees that any review or acceptance of such plans, specifications and other information by the Cooperative shall not impose any liability on the Cooperative and does not guarantee the adequacy of the Member's equipment or DG facility to perform its intended function. The Cooperative disclaims any expertise or special knowledge relating to the design or performance of generating installations and does not warrant the efficiency, cost-effectiveness, safety, durability, or reliability of such installations.
- c. Insurance and Indemnity. Member may consider obtaining liability insurance which insures Member against all claims for property damage and for personal injury or death arising out of, resulting from or in any manner connected with the installation, operation, and maintenance of the Member's generating equipment. Otherwise, the Cooperative's liability is limited herein and in accordance with its Tariff and Member agrees to indemnify and hold the Cooperative harmless from all claims except as may be specified herein or in the Tariff and Business Rules.
- d. The Cooperative shall not be liable for either direct or consequential damages resulting from failures, interruptions, or voltage and wave form fluctuations occasioned by causes reasonably beyond the control of the Cooperative, including, but not limited to, acts of God or public enemy, sabotage and/or vandalism, accidents, fire, explosion, labor troubles, strikes, order of any court or judge granted in any bona fide adverse legal proceeding or action, or any order of any commission, tribunal or governmental authority having jurisdiction. For claims resulting from failures, interruptions, or voltage and wave form fluctuations

Pedernales Electric Cooperative, Inc.
Interconnection Agreement for Parallel Operation of Distributed Generation – Page 3 of 4

Section 700: Appendix – Interconnection Agreement for Parallel Operation of Distributed Generation

Applicable: Entire Certified Service Area Effective Date: October 1, 2024

Page 110 of 113



INTERCONNECTION AGREEMENT FOR PARALLEL OPERATION OF DISTRIBUTED GENERATION (DG) - CONTINUED

occasioned in whole or in part by the negligence of the Cooperative or its agent(s), the Cooperative shall be liable only for that portion of the damages arising from personal injury, death of persons, or costs of necessary repairs to or reasonable replacement of electrical equipment proximately caused by the gross negligence or willful misconduct of the Cooperative or its agent(s). The Cooperative shall not be liable in any event for consequential, special, incidental or punitive damages, including, without limitation, loss of profits, loss of revenue, or loss of production. The Cooperative does not assume liability for any costs and damages arising from the disruption of the business of the Member.

11. ENTIRE AGREEMENT. This agreement constitutes the entire agreement between the parties and supersedes all prior agreements between Member and Cooperative for the service herein described, and the Cooperative, its agents and employees have made no representations, promises, or made any inducements, written or verbal, which are not contained herein. Member agrees that it is not relying on any statements not herein contained.

IN WITNESS WHEREOF, the Parties have caused this Agreement to be signed by their respective duly authorized representatives.

Member:	Pedernales Electric Cooperative, Inc.
Ву:	By:
Printed name:	Printed name:
	Title:
Date:	Date:

EXHIBIT A:

- 1. Member's Facility One-Line Diagram
- 2. Member's Facility map including location of the following:
 - a. Facility disconnects
 - b. Labeling of Facility
 - c. Cooperatives access points to Facility

Pedernales Electric Cooperative, Inc.
Interconnection Agreement for Parallel Operation of Distributed Generation – Page 4 of 4

Section 700: Appendix - Application for Easement Release

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024 Page 111 of 113

APPLICATION FOR EASEMENT RELEASE



APPLICATION FOR EASEMENT RELEASE

In order to process an application for the release of an easement, the following items must be provided:

- 1. An Application for Easement Release completed and signed by the Applicant;
- A survey plat, if available, of the area being requested for release showing all property lines, improvements on property, all easements contained on the property with special reference to the easement to be released;
- If the easement being requested for release was dedicated and recorded by separate instrument, a copy of said
 instrument must also accompany the application. These documents are obtainable at the County Clerk's office in the
 respective county in which the document is recorded;
- 4. A cover letter may include specific information not included in the above, i.e. special circumstances or conditions such as closing dates, which the Applicant believes will assist PEC staff in the processing of the Application; and
- A processing fee must accompany the Application; the application fee is to be paid by all Applicants, including
 governmental entities. This fee is non-refundable regardless of whether the Application is ultimately approved by
 Pedernales Electric Cooperative, Inc.

Upon receipt of the above items, the Application will be researched and reviewed. Assuming the release may be granted, the Cooperative will prepare the necessary documents; the Applicant will be responsible for recording of the easement release (and any associated recording fees) if necessary. Please allow a minimum of thirty (30) business days for processing, research and review.

If we are unable to grant your request, we will contact you promptly. If you have any questions, please contact the District Engineering Supervisor at the office listed below or call toll free at 877-372-0391.

Please submit your request and direct your questions to:

Pedernales Electric Cooperative, Inc.
Application for Easement Release – Page 1 of 3

Section 700: Appendix – Application for Easement Release Applicable: Entire Certified Service Area Effective Date: October 1, 2024

Page 112 of 113



$ P_{\!$
APPLICATION FOR EASEMENT RELEASE - CONTINUED
Application is hereby made for the release of the following easement as described below:
The easement is on property legally described as:
Subdivision/section:
Lot and block number:
Plat book volume/page:
Street address:
Provide common description of the easement requested for release, indicating the amount of the easement to be release (provide a survey or plat of the area with the area to be released highlighted).
Property owner's name:
Mailing address:
Telephone number:
Note: If multiple owners own the property in which the easement(s) is requested to be released, include the complete names, addresses, and phone
numbers of each owner.
Describe proposed use of area to be released:
Additional relevant information for Cooperative's review:

Pedernales Electric Cooperative, Inc.

Application for Easement Release – Page 3 of 3

Section 700: Appendix – Application for Easement Release Applicable: Entire Certified Service Area Effective Date: October 1, 2024

Page 113 of 113



Confirm the	Application includes the following items:
Plat/su	vey
Сору	f easement(s)
Proces	sing fee
Application Inc. does no	gned, as owner of the property referenced or agent, acknowledges the information including within the strue and accurate. It is further understood that receipt of this Application by Pedernales Electric Coope obligate the Cooperative to release any easements referenced herein. The undersigned acknowledge tive's employees or representatives may access and inspect the property referenced in the Application.
APPLICAN	
Signed by:	
Printed nam	e:
Title:	
Date:	
PEC USE C	NLY:
APPR	OVED
UNAP	PROVED

Pedernales Electric Cooperative, Inc.
Application for Easement Release – Page 3 of 3

216



TARIFF AND BUSINESS RULES FOR ELECTRIC SERVICE

Pedernales Electric Cooperative, Inc. 201 South Avenue F P.O. Box 1 Johnson City, Texas 78636-0001

Table of Contents

Applicable: Entire Certified Service Area Effective Date: March 1, 2025

Page 2 of 91

TABLE OF CON		
100 DEFIN	IITIONS	€
200 DESC	RIPTION OF THE COOPERATIVE'S SERVICE AREA	
200.1	COUNTIES SERVED	
200.2	FRANCHISE CITIES SERVED	
	RAL SERVICE RULES AND REGULATIONS	
300.1	GENERAL	11
300.2	AVAILABILITY OF TARIFF	
300.3	ALTERNATE LANGUAGE REQUIREMENTS	
300.4	MEMBER ACCESS TO COOPERATIVE RECORDS	
300.4.1	SUBPOENA RESPONSE SERVICES	
300.5	WAIVERS	
300.6	NON-DISCRIMINATION	12
300.7	CREDIT WORTHINESS AND SECURITY DEPOSITS	
300.7.1	CREDIT REQUIREMENTS FOR RESIDENTIAL APPLICANTS	
300.7.2	CREDIT REQUIREMENTS FOR NON-RESIDENTIAL APPLICANTS	
300.7.3	DEPOSITS AND GUARANTEE AGREEMENTS	
300.7.3.1	NEW APPLICANT	
300.7.3.2	EXISTING MEMBER	
300.7.3.3	ADDITIONAL DEPOSIT	
300.7.3.4	DEPOSIT WAIVER DUE TO FAMILY VIOLENCE	
300.7.3.5	REFUSAL OF SERVICEGUARANTEES OF RESIDENTIAL MEMBER ACCOUNTS	14
300.7.4		
300.7.5	AMOUNT OF DEPOSITINTEREST ON DEPOSITS	
300.7.6	RECORDS OF DEPOSITS	
300.7.7 300.7.8	REFUNDING DEPOSITS AND VOIDING LETTERS OF GUARANTEE	
300.7.8	RE-ESTABLISHMENT OF CREDIT	
300.7.9	ESTABLISHING MEMBERSHIP	
300.8.1	ESTABLISHING MEMBERSHIP AND MEMBERSHIP FEE	
300.8.2	TRANSFERRING PRIMARY ACCOUNT	
300.8.3	ESTABLISHMENT OR TRANSFER FEE	
300.9	SERVICE	
300.9.1	CONDITIONS OF SERVICE	
300.9.2	TIMING OF SERVICE	
300.9.3	SAME DAY SERVICE FEE	
300.9.4	SERVICE TO RENTAL LOCATION	
300.9.5	REFUSAL OF SERVICE	
300.9.6	CONTINUITY OF SERVICE	
300.9.7	DISCONTINUATION OF SERVICE	
300.9.7.1	VOLUNTARY MEMBER DISCONNECTION	19
300.9.7.2	COOPERATIVE DISCONNECTION	19
300.9.7.2.1		
300.9.7.2.2	DISCONNECTION WITHOUT PRIOR NOTICE	20
300.9.7.2.3	DISCONNECTION PROHIBITED	
300.9.7.2.4	DISCONNECTION DUE TO COOPERATIVE ABANDONMENT	20
300.9.7.2.5		
300.9.7.2.6		
300.9.7.2.7		
300.9.7.2.8		
300.9.8	SWITCHOVERS	
300.9.9	AFTER-HOURS RECONNECTION	
300.9.10	MEDICAL NECESSITY PROGRAM	
300.9.11	CRITICAL LOAD PROGRAM	22

Table of Contents

Applicable: Entire Certified Service Area
Effective Date: March 1, 2025

Page 3 of 91 RECORD OF INTERRUPTION......23 300.9.12 300.10 300.11 BILLING AND PAYMENT......23 BILLING RECORDS RETENTION......23 300.11.1 300.11.2 PAYMENT PLANS23 300.11.3 PRE-PAID PAYMENT PLAN23 300.11.3.1 INSTALLMENT PLAN25 300.11.3.2 FIXED PAYMENT PLAN......26 300.11.3.3 AVERAGE PAYMENT PLAN26 300.11.3.4 300.11.3.5 BANK DRAFT PAYMENT PLAN.......26 300.11.3.6 300.11.4 LATE PAYMENT PROCESSING FEES27 LOAN LATE FEES27 300.11.5 300.11.6 300.11.7 PAYMENT DEADLINE EXTENSION27 300.11.8 PAYMENT DEADLINE EXTENSION FOR ELDERLY RESIDENTIAL MEMBERS 27 300.11.9 DISCONNECTION FOR NONPAYMENT AND SUBSEQUENT RECONNECTION FEES TRANSFERS OF DELINQUENT BALANCES28 300.11.10 VOLTAGE DESIGNATIONS28 300.12 MEASUREMENT AND METERING OF SERVICE......29 300.13 300.13.1 300.13.2 300.13.3 300.13.4 METER TESTING30 300.13.5 ADJUSTMENTS DUE TO METER ERRORS30 ADVANCED METERING OPT-OUT PROGRAM30 300.13.6 300.13.6.1 METER EXCHANGE FEE30 METER READINGS AND METER READING AND PROCESSING FEES.......30 300.13.6.2 300.13.7 METER TAMPERING: THEFT OF ELECTRIC SERVICE31 300.13.8 300.14 DISPUTE RESOLUTION31 300.14.1 300.14.2 BILLING.......32 300.14.2.1 UNDER-BILLING......32 300.14.2.2 300.14.2.3 POWER FACTOR ADJUSTMENT......32 300.14.2.4 300.14.2.5 300.15 EASEMENT REVIEW32 300.15.1 EASEMENT RELEASE REVIEW......32 EASEMENT OBSTRUCTION REVIEW32 300.15.2 400 LINE EXTENSION POLICY.......34 400.1 400.2 RESIDENTIAL SERVICE34 400.3 RESIDENTIAL DEVELOPMENTS35 NON-RESIDENTIAL SERVICE.......36 400.4 400.5 PRIMARY LEVEL SERVICE38 400.6 UNDERGROUND SERVICE......39 400.7 STANDARD DELIVERY SERVICE AND FACILITIES.......39 400.8 NON-STANDARD DELIVERY SERVICE AND FACILITIES......39 400.9 400.10

Table of Contents

Applicable: Entire Certified Service Area
Effective Date: March 1, 2025

Page 4 of 91

400.11	AREA LIGHTING	. 40
400.12	UNMETERED NON-RESIDENTIAL SERVICE	
400.13	NON-PERMANENT SERVICE	
400.14	SERVICE UPGRADES TO EXISTING COOPERATIVE FACILITIES	
400.15	SYSTEM IMPACT FEE	41
400.16	PLANNING DESIGN AND REDESIGN FEES	
400.17	AFTER-HOURS SERVICE	
400.18	MISCELLANEOUS TRIP FEE	
400.19	NO REFUND OF CONTRIBUTION IN AID OF CONSTRUCTION	
400.20	DE-ENERGIZATION AND LINE CLEARANCES	
400.21	OWNERSHIP OF COOPERATIVE FACILITIES	
400.22	REMOVAL AND/OR RELOCATION OF COOPERATIVE FACILITIES	
400.22.1	REMOVAL	
400.22.2	RELOCATION	
400.22.3	REQUEST FOR CHANGE TO COOPERATIVE FACILITIES	
400.22.4	COOPERATIVE REQUIRED REMOVAL OR RELOCATION	
	S	
500.1	MEMBER CHARGES, CREDITS AND ADJUSTMENTS	
500.1.1	SERVICE AVAILABILITY CHARGE	
500.1.2	EBILLING BILLING CREDIT	
500.1.3	EDRAFT BILLING CREDIT	
500.1.4	DELIVERY CHARGE	44
500.1.5	CAPACITY DEMAND CHARGE	
500.1.6	PEAK DEMAND CHARGE	
500.1.7	BASE POWER CHARGE	
500.1.7.1	FLAT BASE POWER CHARGE	
500.1.7.2	TIME-OF-USE BASE POWER CHARGE	
500.1.8	TRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARGE	47
500.1.8.1	TRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARGE, PER	
500 4 0 0	KWHTRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARGE, PEF	47
500.1.8.2	KWKW	
500.1.9	COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)	41
500.1.9	PRIMARY SERVICE ADJUSTMENT (PSA)	
500.1.10	RENEWABLE ENERGY RIDER CHARGE	
500.1.11	SUSTAINABLE POWER CREDIT	
500.1.12	WHOLESALE ENERGY CREDIT	
500.1.13	FRANCHISE FEE	
500.1.15	SALES TAX	
500.1.16	COOPERATIVE OWNED LAMP CHARGE	
500.1.17	POWER OF CHANGE	
500.1.18	CAPITAL CREDITS	
500.1.19	MISCELLANEOUS PASS-THROUGH CHARGE	
500.1.20	DUAL FEED RIDER	
500.2	RESIDENTIAL RATE SCHEDULES	53
500.2.1	RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE	
500.2.2	RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, WIT	
000.2.2	RENEWABLE ENERGY RIDER	
500.2.3	RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE,	
	COMMUNITY SOLAR RATE	55
500.2.4	RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE,	- 3
	COMMUNITY SOLAR RATE, WITH RENEWABLE ENERGY RIDER	56
500.2.5	RESIDENTIAL, FARM AND RANCH SERVICE, TIME OF USE (TOU) BASE POWER	
	CHARGE	

Table of Contents

Applicable: Entire Certified Service Area Effective Date: March 1, 2025

Page 5 of 91

500.2.6	RESIDENTIAL, FARM AND RANCH SERVICE, TIME OF USE (TOU) BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER	
500.2.7	RESIDENTIAL, FARM AND RANCH SERVICE, INTERCONNECT RATE	O I
500.2.7	RESIDENTIAL, FARM AND RANCH SERVICE, INTERCONNECT RATE, WITH	03
300.2.0	RENEWABLE ENERGY RIDER	64
500.3	SMALL POWER RATE SCHEDULES	
500.3.1	SMALL POWER SERVICE, FLAT BASE POWER CHARGE	
500.3.2	SMALL POWER SERVICE, FLAT BASE POWER CHARGE, WITH RENEWABLE	00
000.0.2	ENERGY RIDER	66
500.3.3	SMALL POWER SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR	
000.0.0	RATE	67
500.3.4	SMALL POWER SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR	
	RATE, WITH RENEWABLE ENERGY RIDER	69
500.3.5	SMALL POWER SERVICE, TIME OF USE (TOU) BASE POWER CHARGE	71
500.3.6	SMALL POWER SERVICE, TIME OF USE (TOU) BASE POWER CHARGE, WITH	
	RENEWABLE ENERGY RIDER	73
500.3.7	SMALL POWER SERVICE, INTERCONNECT RATE	
500.4	LARGE POWER RATE SCHEDULES	
500.4.1	LARGE POWER SERVICE	
500.4.2	LARGE POWER SERVICE, WITH RENEWABLE ENERGY RIDER	
500.4.3	LARGE POWER SERVICE, INTERCONNECT WHOLESALE ENERGY RATE	
500.5	INDUSTRIAL POWER SERVICE	
500.6	TRANSMISSION LEVEL SERVICE	
500.7	RATE PROGRAMS	
500.7.1	MILITARY BASE DISCOUNT	
500.7.2	ECONOMIC DEVELOPMENT DISCOUNTCOOPERATIVE-OWNED ELECTRIC VEHICLE PUBLIC CHARGE STATION RATE	84
500.7.3		
500.7.4 500.7.4.1	UNMETERED DEVICE SERVICE	
500.7.4.1	UNMETERED LIGHTING DEVICE SERVICE	
500.7.4.2	FEE SCHEDULE	
	RCONNECTION POLICY	
600.1	GENERAL	
600.2	LIMITATIONS WITH REGARD TO METERS AND FACILITIES	
600.3	COMPLIANCE WITH ALL LAWS, REGULATIONS, AND STANDARDS	
600.4	MEMBER REQUIREMENTS	
600.5	COOPERATIVE REVIEW OF PROPOSED DG FACILITY	

Section 100: Definitions

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 6 of 91

100 DEFINITIONS

The following definitions apply to the Tariff and Business Rules for Electric Service, ("Tariff") of Pedernales Electric Cooperative, Inc. ("PEC" or "Cooperative"), including the service rules and regulations, policies, rate schedules and riders, and any service agreements made pursuant to this Tariff, unless specifically defined otherwise therein.

Applicant – A Person applying for membership into the Cooperative or a Member, property owner, developer, or home builder applying for a line extension, upgrade, or removal and/or relocation or modification of electric service facilities and/or requesting service at a certain voltage, including without limitation, Primary Level Service or other services.

Billing Determinant – Measured, calculated, or specified values used to determine the Cooperative's Rates, charges, credits, and adjustments. These values may include, but are not limited to, measurements of kilowatt-hours (kWh), actual monthly Non-Coincident Peak (NCP) demand in kilowatts (kW), annual NCP demand in kilowatts (kW), Four (4) Coincident Peak Demand in kilowatts (kW), billing demand in kilowatts (kW), Power Factor, Community Solar Energy Units, Unit Energy Allocation, Solar Energy, Net Energy, and number of lamps.

Business Day – All days the Cooperative business offices are open, which includes all weekdays not including Cooperative Holidays.

Capacity Demand – The maximum demand (kW) of power consumed, measured on a fifteen (15) minute interval basis within the billing period as applicable.

Commission - The Public Utility Commission of Texas.

Contribution in Aid of Construction (CIAC) – Payment by Applicant to the Cooperative for line extensions, upgrades, or expansions in excess of allowable investments by the Cooperative, or for nonstandard service facilities, removals, or relocations.

Cooperative – Pedernales Electric Cooperative, Inc., a Texas electric cooperative corporation organized and operating under the Electric Cooperative Corporation Act, Texas Utilities Code Annotated, Chapter 161, or a predecessor statute to Chapter 161, and operating under that chapter.

Cooperative Facilities – All the plant and equipment of the Cooperative, including all tangible and intangible real and personal property without limitation, and any and all means and instrumentalities in any manner owned, operated, leased, licensed, used, controlled, furnished, or supplied for, by, or in connection with the business of the Cooperative, including any construction work in progress.

Cost Calculation – A calculation of the cost to extend electric service for Residential Service or Non-Residential Service. The Cost Calculation will include labor and materials used in constructing the line extension, as well as engineering, right-of-way acquisition and clearing to the extent undertaken by the Cooperative or its agents, and all other costs directly attributable to the extension.

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Delivery System – The electric lines and other equipment, including transformers, owned by Cooperative, and the meters, including non-Cooperative owned meters, used in the delivery of electric power and energy.

Development Cost Calculation – A calculation of the cost to extend electric service to a residential subdivision or development, or non-residential development. The Development Cost Calculation will include labor and materials used in constructing the line extension, as well as engineering, right-of-way

Section 100: Definitions

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 7 of 91

acquisition and clearing to the extent undertaken by the Cooperative or its agents, and all other costs directly attributable to the extension.

Distributed Generation (DG) – An electrical generating facility located at a Member's service location, which may be connected in parallel to the Delivery System.

Encroachment – Non-permitted obstructions including vegetation, any improvements, or other personal property onto any Cooperative private easements, public utility easements, or a public right-of-way or other designated land or property in which PEC facilities are located.

Four (4) Coincident Peak (4CP) – The average of the monthly 15-minute demand for each of the months of June, July, August and September at the same time as the greatest ERCOT system 15-minute demand for the months of June, July, August and September.

Four (4) Coincident Peak (4CP) Demand – The demand (kW) measured during the 4CP.

Good Utility Practice – The meaning as assigned to this term in the Commission's Substantive Rule 25.5, Definitions.

Guarantor – A Member of the Cooperative who takes on a financial responsibility for an Applicant applying for service.

Holiday – Days the Cooperative does not consider a Business Day or days the Cooperative observes as holidays by not having hours of operation.

Individual Private Dwelling – A fixed, permanent residential structure. This term includes a mobile home that has been affixed in its permanent location. This term does not include self-propelled and non-self-propelled recreational vehicles that have no foundation other than wheels, jacks, or skirting.

Interconnection – The physical connection of a DG facility to the utility system in accordance with the requirements of the Interconnection Policy of the Cooperative.

Interconnection Agreement – The agreement which sets forth the contractual conditions under which the Cooperative and a Member agree that one (1) or more facilities will interconnect with the Delivery System.

Installment Plan – An agreement between the Cooperative and a Residential Service Member that allows the Member to pay an outstanding bill on installments extending beyond the bill's due date.

Landlord Provision – An owner or property manager acting as a landlord may apply for service and pay all applicable fees one time. Upon a tenant's disconnection, the landlord is automatically reconnected without being held liable for a tenant's bill nor charged additional establishment or interruption of service fees.

Load Zone – A group of electrical buses assigned to the same geographic region as designated by ERCOT.

Member – Any Person or governmental entity that has applied for electric service and has paid the Cooperative's membership fee and agrees to be bound by the Cooperative's governing documents.

Member Class – A group of Members with similar electric usage and service characteristics (i.e. residential, small power, large power) taking service under one (1) or more rate schedules.

Multi-Family Dwelling – Building(s) containing two (2) or more dwelling units, rented primarily for non-transient use, and with rent paid at intervals of one (1) week or longer. Multi-Family Dwelling includes residential condominiums, whether rented or owner occupied.

Section 100: Definitions

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 8 of 91

Municipality – A city, incorporated village, or town, existing, created, or organized under the general, home rule, or special laws of the State of Texas.

Net Operating Margins – The excess revenue remaining after all operating expenses, including but not limited to, cost of power, depreciation, interest, and taxes have been deducted from the Cooperative's total operating revenue.

Non-Residential Service – Service provided to Members who do not meet the qualifications for service in Section 500.2 Residential Rate Schedules.

Parallel Operation – The operation of on-site DG while the customer connects to the Cooperative's Delivery System.

Payment Plan – Any agreement between the Cooperative and a Member that allows a Member to pay the outstanding bill after its due date.

Peak Demand – The maximum demand (kW) of power consumed measured on an hourly interval basis during the Peak and the Super Peak time periods as applicable.

Person – Any natural person, organization, or legal entity.

Point of Interconnection – The point, as determined by the Cooperative, at which electric power and energy leaves or enters the Delivery System. For residential installations, the Applicant will install and be solely responsible for the wiring of the installation and all service entrance wiring through the weather head and the meter base to the Applicant's main disconnect switch or service center, except as otherwise determined by the Cooperative at its sole discretion. For non-residential installations, the Applicant will install and be solely responsible for the wiring of the installation on Applicant's side of the Point of Interconnection regardless of the metering location provided that the voltage service level at the metering location is the same as that of the interconnection point.

Premises – A tract of land or real estate including buildings and other appurtenances thereon.

Primary Account – For a Member that has multiple accounts, the account to which the membership fee is assigned which also determines the Member's voting district. A Primary Account may be transferred in accordance with Section 300.8.2 Transferring Primary Account.

Primary Level Service – Service delivered at any one of the Cooperative's available service voltages delivered after one (1) Cooperative transformation (other than by use of autotransformers) from a transmission voltage.

Qualifying Cogenerator – The meaning as assigned to this term by 16 U.S.C. §796 (18) (C).

Qualifying Cogeneration Facility – The meaning as assigned to this term by 16 U.S.C. §796 (18) (B).

Qualifying Facility – Either a Qualifying Small Power Producer or Qualifying Cogeneration Facility.

Qualifying Small Power Producer - The meaning as assigned to this term by 16 U.S.C. §796 (17) (D).

Rate - Includes:

- Any compensation, tariff, charge, adjustment, credit, rider, fare, toll, rental, or classification that is directly or indirectly demanded, observed, charged, or collected by the Cooperative for a service, product, or commodity; and
- 2. A rule, practice, or contract affecting the compensation, tariff, charge, fare, toll, rental, or classification.

Section 100: Definitions

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 9 of 91

Real Time Market – Energy transactions occurring within the current instant in time in the ERCOT market.

Received Energy – The surplus energy generated by a DG system with an Interconnection Agreement received by the Cooperative's Delivery System during a billing cycle.

Residential Service – Service provided to Members who meet the qualifications for service in Section 500.2 Residential Rate Schedules.

Secondary Level Service – Service delivered at any one of the Cooperative's standard service voltages delivered after two (2) or more Cooperative transformations (other than by use of autotransformers) from a transmission voltage.

Service – The term includes any act performed, anything supplied, and any Cooperative Facilities used or supplied by the Cooperative in the performance of its duties.

Settlement Point Price – The price calculated for the Load Zone for each 15-minute settlement interval in Real-Time Market operations.

Tenant – A Person who is entitled to occupy a dwelling unit to the exclusion of others and who is obligated to pay for the occupancy under a written or oral rental agreement.

Transmission Level Service – Service delivered at the Cooperative's standard transmission service voltage.

Section 200: Description of the Cooperative Service Area

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 10 of 91

200 DESCRIPTION OF THE COOPERATIVE'S SERVICE AREA

PEC may serve all or a portion of the counties and cities listed below.

200.1 COUNTIES SERVED

Bell County Guadalupe County Mason County **Bexar County** Hays County Menard County Blanco County Kendall County Real County **Burnet County** Kerr County San Saba County Caldwell County Kimble County Schleicher County **Comal County** Kinney County **Sutton County Edwards County** Lampasas County Travis County Gillespie County Llano County Williamson County

200.2 FRANCHISE CITIES SERVED

Austin **Granite Shoals** Mountain City Mustang Ridge Bear Creek Havs Bertram Highland Haven Niederwald Point Venture Blanco Horseshoe Bay Boerne Johnson City Round Mountain Briarcliff Jonestown Round Rock Buda Junction San Leanna Kempner San Marcos Bulverde Cedar Park Kyle Spring Branch Cottonwood Shores Lago Vista The Hills Uhland Creedmoor Lakeway Volente **Dripping Springs** Leander Fair Oaks Ranch Liberty Hill Weir Florence Marble Falls Wimberley Woodcreek Georgetown Meadowlakes

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 11 of 91

300 GENERAL SERVICE RULES AND REGULATIONS

300.1 GENERAL

This Tariff contains all Rates stated separately by type of service and the rules and regulations of the Cooperative affecting Rates, terms and conditions of service. The Tariff is intended to provide uniformity in the delivery of power and energy services to all Members within the Cooperative's service area.

The Cooperative will construct, own, operate, and maintain its Delivery System in accordance with Cooperative standards and Good Utility Practice for the delivery of electric power and energy.

The Cooperative will provide all Members access to the Delivery System pursuant to this Tariff, which establishes the Rates, terms and conditions, and policies for such access, except as otherwise agreed to by the Member and the Cooperative at the Cooperative's discretion.

The Cooperative Rates will provide access to the Delivery System on a non-discriminatory basis to all Members.

300.2 AVAILABILITY OF TARIFF

The Tariff will be accessible on the Cooperative's website or as requested. The Cooperative will provide copies of this Tariff at each office where applications are received, at a Member's request.

300.3 ALTERNATE LANGUAGE REQUIREMENTS

The Cooperative may provide information in English, Spanish, and any other language as the Cooperative deems necessary.

300.4 MEMBER ACCESS TO COOPERATIVE RECORDS

A Member, upon written request, is entitled to examine and copy (at the Member's expense), at any reasonable time, the books, and records of the Cooperative subject to the conditions of the Cooperative's Open Records Policy.

Requests for information are restricted to Members of the Cooperative. The Open Records Policy does not require the creation of Records (as defined in the Open Records Policy). The Cooperative reserves the right to charge an Open Records fee to the Member, payable in advance, if fulfilling the request, or a series of substantively related requests, requires large amounts of employee time or other materials and services to fulfill the request. All fee amounts are per Section 500.8, Fee Schedule.

Please direct all Member requests for information to:

Open Records Request Pedernales Electric Cooperative, Inc. P.O. Box 1, Johnson City, TX 78636

- or -

Through PEC's Open Records Request form on PEC's website.

300.4.1 SUBPOENA RESPONSE SERVICES

If records are requested by subpoena, the Cooperative may charge the requester an hourly fee to answer the request. All fee amounts are per Section 500.8, Fee Schedule.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 12 of 91

300.5 WAIVERS

The Cooperative's credit and deposit requirements are subject to change at any time by the Board of Directors. For good cause, including for natural disasters or other declared emergencies, the Chief Executive Officer may waive, suspend, or modify any credit or deposit requirement, the establishment fee, same day service fee, and reconnection fee for a limited duration to address the circumstances. The Chief Executive Officer must inform the Board of Directors at its next regular meeting of all actions taken.

300.6 NON-DISCRIMINATION

The Cooperative will not discriminate based on race, color, nationality, religion, sex, marital status, disability, income level, or source of income, and will not unreasonably discriminate based on geographic location.

300.7 CREDIT WORTHINESS AND SECURITY DEPOSITS

300.7.1 CREDIT REQUIREMENTS FOR RESIDENTIAL APPLICANTS

The Cooperative will require an Applicant for Residential Service or an existing residential Member to establish and maintain satisfactory credit as a condition of providing service.

Establishment of credit will not relieve any Member from complying with the Cooperative's requirements for prompt payment of bills.

The Cooperative will equally apply credit worthiness to both spouses for twelve (12) months immediately after a divorce.

An Applicant for Residential Service or an existing Residential Service Member can establish satisfactory credit by clearing any unpaid or delinquent balances prior to re-establishing service with the Cooperative and any of the following:

- 1. Meeting and adhering to the Cooperative's payment policies and/or Payment Plan such that:
 - a. During the most recent twelve (12) consecutive months of service the Member is not late in paying a bill more than once:
 - b. The Member does not have service disconnected for nonpayment; and
 - c. The Member does not have more than one (1) returned check.
- 2. Having had a credit risk assessment conducted by the Cooperative or on its behalf and receiving a satisfactory credit risk assessment; or
- 3. Providing customer history from any electric service provider for the same kind of service within the last two (2) years; was not delinquent more than once in payment of any such electric service account in the most recent twelve (12) consecutive months of service and provides a satisfactory letter of credit history from the Applicant's previous electric service provider.

300.7.2 CREDIT REQUIREMENTS FOR NON-RESIDENTIAL APPLICANTS

For Non-Residential service, if an Applicant's or existing Member's credit has not been demonstrated satisfactorily to the Cooperative, the Applicant may be required to pay a deposit or provide other security at the Cooperative's discretion.

An Applicant for Non-Residential Service or an existing non-residential Member may establish satisfactory credit by clearing any unpaid or delinquent balances prior to re-establishing service with the Cooperative and any of the following:

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 13 of 91

1. Meeting and adhering to the Cooperative's payment policies and/or Payment Plan such that:

- a. During the most recent twenty-four (24) consecutive months of service the Member is not late in paying a bill more than once;
- b. The Member does not have service disconnected for nonpayment; and
- c. The Member does not have more than one (1) returned check.
- Providing customer history from any electric service provider for the same kind of service within
 the last two (2) years; was not delinquent more than once in payment of any such electric service
 account in the twenty-four (24) consecutive months of service, and provides a satisfactory letter
 of credit history from the Applicant's previous electric service provider; or
- Having had a credit risk assessment conducted by the Cooperative or on its behalf and receiving a satisfactory credit risk assessment.

300.7.3 DEPOSITS AND GUARANTEE AGREEMENTS

300.7.3.1 NEW APPLICANT

Upon application, if an Applicant is not credit worthy per Sections 300.7.3.1, new Applicant or Section 300.7.3.2, Existing Member, they will be required to pay the following deposits, unless they qualify and choose the residential Pre-paid Payment Plan or Bank Draft Payment Plan option:

- A fixed deposit in the amount of one hundred fifty dollars (\$150.00) for Residential Service
 or three hundred dollars (\$300.00) for Non-Residential service in the event the Applicant fails
 to provide complete, accurate, and verifiable identification information when requested by the
 Cooperative when applying for electric service; or
- 2. A fixed deposit in the amount of either seventy-five dollars (\$75.00) or one hundred fifty dollars (\$150.00) for Residential Service or three hundred dollars (\$300.00) for Non-Residential Service in the event the Applicant fails to either:
 - a. Provide a satisfactory letter of credit history from its previous electric service provider; or
 - b. Receive a satisfactory credit risk assessment conducted by the Cooperative or on its behalf. The amount of the deposit due will be based on a credit risk assessment.

300.7.3.2 EXISTING MEMBER

An existing Member applying for additional electric service is required to pay the following charges, unless they qualify and choose the residential Pre-paid Payment Plan or Bank Draft Payment Plan option:

- 1. A fixed deposit in the amount of one hundred fifty dollars (\$150.00) for Residential Service or three hundred dollars (\$300.00) for Non-Residential Service in the event the Member fails to provide complete, accurate and verifiable identification information when requested by the Cooperative when applying for additional electric service; or
- 2. A fixed deposit in the amount of either seventy-five dollars (\$75.00) or one hundred fifty dollars (\$150.00) for Residential Service or three hundred dollars (\$300.00) for a Non-Residential Service in the event the Member failed to satisfactorily demonstrate to the Cooperative the Member's credit worthiness or otherwise demonstrated a previous history of neglect to fulfill membership obligations. Examples include, but not limited to, paying a bill

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 14 of 91

late more than once during the most recent twelve (12) consecutive months of service for Residential or twenty-four (24) consecutive months for Non-Residential Service, disconnection for nonpayment, failure to meet obligations under an installment plan, return of a check for insufficient funds, theft of service, meter tampering, safety code violations or fraud. The Cooperative bases the amount of the deposit due on a credit risk assessment.

If the Member applying for additional electric service has less than twelve (12) consecutive months of service, the Member may provide a satisfactory letter of credit history from its previous electric service provider or have a credit risk assessment conducted by the Cooperative on its behalf and receive a satisfactory credit risk assessment.

300.7.3.3 ADDITIONAL DEPOSIT

If the Applicant or existing Member has already paid a fixed deposit, the Applicant may be required to pay an additional deposit up to a total deposit or provide other security at the Cooperative's discretion.

300.7.3.4 DEPOSIT WAIVER DUE TO FAMILY VIOLENCE

If the Applicant or existing Member has been determined to be a victim of family violence as defined in the Texas Family Code §71.004, such Person will not be required to pay either an initial or additional deposit when establishing new service. This determination will be evidenced by submission to the Cooperative of a certification letter developed by the Texas Council on Family Violence within ten (10) Business Days of the application for service. This waiver will only be applied toward an initial or additional deposit for a single location for the Applicant or existing Member unless another certification letter is later provided. Any reconnections after nonpayment will be subject to payment of the past due balance, reconnection fee, deposits, and any other fees required. All fee amounts are per Section 500.8, Fee Schedule.

300.7.3.5 REFUSAL OF SERVICE

The Cooperative may refuse to provide service to an Applicant if the requested deposit is not paid at the initiation of service. The Cooperative may also refuse to reconnect service to an Applicant or existing Member if the requested deposit is not paid upon request.

300.7.4 GUARANTEES OF RESIDENTIAL MEMBER ACCOUNTS

The Cooperative will allow an Applicant that cannot meet the credit requirements as defined in Section 300.7, Credit Worthiness and Security Deposits, to have a Guarantor sign an agreement that fulfills the credit requirements on their behalf. A guarantee agreement between the Cooperative and a Guarantor with satisfactory credit must be in writing and will be for no more than the amount of the initial deposit the Cooperative would require on the Applicant's account pursuant to Section 300.7.3.1, New Applicant.

- 1. A Guarantor can establish satisfactory credit by meeting and adhering to the Cooperative's payment policies and/or Payment Plans such that:
 - a. During the most recent twelve (12) consecutive months of service the Guarantor is not late in paying a bill more than once;
 - b. During the most recent twelve (12) consecutive months of service the Guarantor has not had service disconnected for nonpayment; and
 - c. During the most recent twelve (12) consecutive months of service the Guarantor has not had more than one (1) returned check.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 15 of 91

2. The Cooperative will void and return the guarantee to the Guarantor according to the provisions of Section 300.7.8, Refunding Deposits and Voiding Letters of Guarantee.

- 3. Upon default by a residential Member, the Guarantor of that Member's account will be responsible for the unpaid balance of the account only up to the amount agreed to in the written agreement.
- 4. The Cooperative will provide written notification to the Guarantor of the Member's default, the amount owed by the Guarantor, and the due date for the amount owed.
- 5. The Cooperative will provide the Guarantor a bill which will include the payment due date which will not be less than sixteen (16) calendar days after issuance.
- 6. The Cooperative may transfer the amount owed on the defaulted account to the Guarantor's own service bill, provided it separately identifies the guaranteed amount owed on the Guarantor's bill.
- 7. The Cooperative may disconnect service to the Guarantor for nonpayment of the guaranteed amount.

300.7.5 AMOUNT OF DEPOSIT

The total deposit(s) from an Applicant or Member will not exceed one-sixth (1/6th) of the estimated annual billing for the account unless the Member or Applicant is subject to the fixed deposit amount described in Section 300.7.3, Deposits and Guarantee Agreements, in which case the amount of the deposit will not be less than the amount of those fixed deposit(s) or unless the Member or Applicant is subject to Section 300.7.2 Credit Requirements for Non-Residential Applicants.

300.7.6 INTEREST ON DEPOSITS

The Cooperative will pay interest on any required deposits at an annual rate at least equal to that set by the Commission on December first (1st) of the preceding year, pursuant to Texas Utilities Code §183.003. If a deposit is refunded, payment of interest will be made retroactive to the date of the deposit.

Payment of the interest will be made to the Member annually or at the time the deposit is returned or credited to the Member's account.

The deposit will cease to draw interest on the date it is returned or credited to the Member's account.

300.7.7 RECORDS OF DEPOSITS

The Cooperative will keep the following records:

- 1. The name and address of each depositor;
- 2. The amount and date of the deposit; and
- 3. Each transaction concerning the deposit.

The Cooperative will issue a receipt of deposit to each Applicant paying a deposit and will provide means for a depositor to establish a claim if the receipt is lost.

The Cooperative will maintain a record of each unclaimed deposit for at least four (4) years.

The Cooperative will make a reasonable effort to return unclaimed deposits.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 16 of 91

300.7.8 REFUNDING DEPOSITS AND VOIDING LETTERS OF GUARANTEE

If service is not connected or is disconnected, the Cooperative will promptly refund the Applicant's deposit, plus accrued interest on the balance, if any, in excess of the unpaid bills for service furnished and void and return to the guarantor all letters of guarantee on the account or provide written documentation that the contract has been voided.

The Cooperative will promptly refund the deposit plus accrued interest to the Member or credit the amount of the deposit and accrued interest to the Member's account or void and return the guarantee or provide written documentation that the contract has been voided when the following conditions are all met.

- 1. Member has paid bills for Residential Service for twelve (12) consecutive billing months or when the Member has paid bills for Non-Residential Service for twenty-four (24) consecutive billing months;
- 2. During that time service was not disconnected for nonpayment of a bill; and
- 3. During that time Member was not delinquent in the payment of bills more than once.

The deposit may be retained if the Member:

- 1. Does not meet the foregoing refund criteria; or
- 2. Failed to provide complete, accurate, and verifiable identification information when requested by the Cooperative.

The letter of guarantee may be retained if the Member does not meet the foregoing refund criteria.

300.7.9 RE-ESTABLISHMENT OF CREDIT

A Member whose service has been disconnected for nonpayment of bills or theft of service (meter tampering or bypassing of meter) will be required, before service is reconnected, to pay all amounts due to the Cooperative, including reconnection and other applicable fees, and reestablish credit. All fee amounts are per Section 500.8, Fee Schedule.

300.8 ESTABLISHING MEMBERSHIP

300.8.1 ESTABLISHING MEMBERSHIP AND MEMBERSHIP FEE

Membership in the Cooperative is required for service. A Person that is a Member of the Cooperative will be entitled to a single or joint membership, as defined in the Bylaws, no matter how many meters or accounts the Member has. A membership fee will be required with the initial application for service and establishes the Primary Account. Termination of membership does not release a Member or Member's estate from debts owed to the Cooperative. Additional fees may be required for each additional service connection requested by the Member, but the Cooperative will not charge an additional membership fee due to the creation of additional service connections by the Member. The Cooperative will retain the membership fee until the membership terminates. All fee amounts are per Section 500.8, Fee Schedule.

300.8.2 TRANSFERRING PRIMARY ACCOUNT

Members of the Cooperative that have multiple accounts may transfer their Primary Account to another account no more than once every three (3) years.

300.8.3 ESTABLISHMENT OR TRANSFER FEE

There will be a fee collected for connecting service and/or transferring account information per service location. All fee amounts are per Section 500.8, Fee Schedule.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 17 of 91

300.9 SERVICE

This section applies to all locations within the Cooperative's service area, according to the type of service provided and subject to the provisions of the Cooperative's Rates and Line Extension Policy and any other applicable provisions of the Tariff. These rules will not relieve in any way the Cooperative or Member from any of their duties under the laws of the State of Texas or the United States.

300.9.1 CONDITIONS OF SERVICE

The Cooperative will provide electric service to all Applicants within its service area, provided the following conditions are met:

- 1. The Applicant pays a membership fee and any other amounts required by the Cooperative's rules, including amounts required in Section 300.7, Credit Worthiness and Security Deposits;
- 2. The Applicant is not delinquent on a past or present account;
- 3. The Applicant accepts the terms for membership and rules for service, unless otherwise agreed to by the Applicant and the Cooperative, at the Cooperative's discretion, and provides the Cooperative with information reasonably required to verify the identity of the Applicant;
- 4. The Applicant provides a billing address or an email address for purposes of billing notification;
- 5. The Applicant grants the Cooperative easement rights and acquires all necessary easements from adjacent landowners on a form acceptable to the Cooperative for its facilities. All costs and expenses, if any, related to the acquisition of easements to serve the Applicant will be the responsibility of the Applicant, including the Cooperative's costs and expenses if the Cooperative participates in the acquisition of the easements through condemnation proceedings;
- 6. The Applicant provides a meter loop conforming to the Cooperative's current requirements and standards and the latest version of the National Electrical Code (NEC);
- 7. The Applicant's installation and equipment must not be hazardous or of such type that satisfactory service cannot be given and must not create or permit Encroachments on any Cooperative easement or any other right-of-way reserved for the Cooperative's use;
- 8. The Applicant will grant access to the Cooperative or its authorized contractors or agents at all reasonable hours, or at any hour if for the sole purpose of restoring power, maintaining, upgrading, construction, or repairs of Cooperative Facilities, and perform other activities necessary to provide electrical service, including collection activity, securing Cooperative Facilities, and vegetation management that in the discretion of the Cooperative may constitute a hazard to Cooperative personnel or facilities, or to the provision of electrical service. Applicant may ask the authorized contractor or agent to exhibit a photo identification badge to gain access. Failure to provide access to Cooperative Facilities may result in suspension of electrical service; and
- 9. The Cooperative can provide service from existing Cooperative lines, or the Cooperative can build new power lines as detailed in Section 400 Line Extension Policy.

300.9.2 TIMING OF SERVICE

Applications for new electric service not involving line extensions or construction of new facilities will be connected no later than three (3) Business Days after the Applicant has met the credit requirements in Section 300.7, Credit Worthiness and Security Deposits, and complied with the Conditions of Service and other applicable regulations.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 18 of 91

300.9.3 SAME DAY SERVICE FEE

If an Applicant or a Member requests same day connection or reconnection, the Cooperative may collect a fee for providing service the same day. All fee amounts are per Section 500.8, Fee Schedule.

300.9.4 SERVICE TO RENTAL LOCATION

The Cooperative's preference is for Individual Private Dwellings or Multi-Family Dwellings to be separately metered and will be subject to all related provisions and fees herein.

Landlords who provide leased or rented units and require continued service during periods of vacancies will be required to make application for electric service for each leased or rented unit and are encouraged to utilize the Landlord Provision. Landlords will be obligated to pay for such service and are not required to pay an establishment fee each time a vacancy occurs.

Any tenant may request electric service disconnection for their account and the Cooperative will disconnect service as soon as reasonably possible. If a Landlord establishes an account as provided in this section, the Landlord will be obligated to pay for service during any periods of vacancy.

Upon sale of property, the Landlord is responsible for notifying the Cooperative to update the account status. The Landlord is responsible for all bills at the location(s) until such time of notice.

300.9.5 REFUSAL OF SERVICE

The Cooperative may refuse to serve an Applicant for any of the following reasons:

- 1. The Applicant fails to meet any Conditions of Service listed in Section 300.9.1.
- 2. The Applicant's installation or equipment is known to be hazardous or of such character that satisfactory service cannot be given, or the Applicant's facilities do not comply with all applicable state and municipal regulations;
- 3. The Applicant fails to comply with the Cooperative's Tariff pertaining to operation of nonstandard equipment or unauthorized attachments, which interfere with the service of others. The Cooperative will provide the Applicant notice of such refusal and a reasonable amount of time to comply with the Cooperative's Tariff;
- 4. The Applicant applies for service at a location where another Member has received, or continues to receive, service and the bill is unpaid at that location, and the Cooperative can prove the change in identity is made in an attempt to help the other Member avoid or evade payment of the Cooperative's outstanding bill.
- 5. The Applicant refuses or fails to permit the Cooperative or its authorized contractor or agents access to Cooperative Facilities whether located either at the Applicant's property or across the Applicant's property;
- 6. The Applicant owes a debt to the Cooperative for the same kind of service requested;
- 7. The Applicant refuses to pay a deposit that is required in Section 300.7.3 Deposits and Guarantee Agreements; or
- 8. The Applicant's guarantor on any account refuses to pay the amount agreed to under a guarantee agreement.

If the Cooperative has refused to serve an Applicant, the Cooperative will inform the Applicant of the reason for its refusal and the Applicant may file a complaint as referenced in Section 300.14.1 Member Complaints.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 19 of 91

300.9.6 CONTINUITY OF SERVICE

The Cooperative endeavors to provide continuous electric service but makes no guarantees against interruptions. The Cooperative will make all reasonable efforts to prevent interruptions of service. When interruptions occur, the Cooperative will re-establish service within the shortest possible time. If continuous service at a constant voltage is required, the Member must install the necessary equipment. Should Members require three-phase service, they will be responsible for providing and operating such protective equipment as is necessary to protect their equipment from damage resulting from loss of power to one (1) or more phases. If electric service interruption occurs, the Member must determine if the equipment and wiring is functioning properly. Cooperative personnel will not make repairs to Member's wiring or equipment.

The Cooperative will not be held liable for damages caused by interruption, failure to commence delivery, or voltage, wave form, or frequency fluctuation caused by interruption or failure of service or delay in commencing service due to accident or breakdown of plant, lines, or equipment, strike, riot, act of God, order of any court or judge granted in any bona fide adverse legal proceedings, or action or any order of any commission or tribunal having jurisdiction; or, without limitation by the preceding enumeration, any other act or things due to causes beyond its control, to the negligence of the Cooperative, its employee, or contractors, except to the extent that the damages are occasioned by the gross negligence or willful misconduct of the Cooperative.

300.9.7 DISCONTINUATION OF SERVICE

300.9.7.1 VOLUNTARY MEMBER DISCONNECTION

A Member may request disconnection, and the Cooperative will disconnect the service on the date requested by a Member or no later than three (3) Business Days after such date.

300.9.7.2 COOPERATIVE DISCONNECTION

300.9.7.2.1 DISCONNECTION WITH NOTICE

The Cooperative may disconnect service after proper notice, as referenced in Sections 300.11, Billing and Payment, and 300.9.1 Conditions of Service, for the following reasons:

- 1. Failure to pay a bill for Cooperative services or make a payment arrangement by the date of disconnection and the account is delinquent;
- 2. Failure to comply with the terms of any payment agreement;
- 3. Failure to pay a deposit when required;
- 4. Failure to pay a guaranteed amount when required;
- 5. Violation of the Cooperative's rules on using service in a manner which interferes with the service of others or the operation of nonstandard equipment, if a reasonable attempt has been made to notify the Member and the Member is provided with a reasonable opportunity to remedy the situation; or
- 6. Refusal or failure to permit the Cooperative or its authorized contractors or agents access to Cooperative Facilities, whether located either at the Member's property or across the Member's property, if a reasonable attempt has been made to notify the Member and the Member is provided with a reasonable opportunity to remedy the situation described in the notice; or for any Encroachment that interferes with the safe, reliable, and efficient operation of the Cooperative's Delivery System; or

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 20 of 91

7. Paying a delinquent account balance with a check returned to the Cooperative for insufficient funds.

300.9.7.2.2 DISCONNECTION WITHOUT PRIOR NOTICE

The Cooperative may disconnect service without prior notice for any of the following reasons:

- 1. Where a known dangerous condition exists. Where reasonable, given the nature of the hazardous condition, the Cooperative will post a notice of disconnection and the reason for the disconnection at the place of common entry or upon the front door of each affected residential unit as soon as possible after service has been disconnected;
- 2. Where the Cooperative discovers that service is being obtained in any unlawful manner;
- 3. If required by any official having authority to order such disconnection in the event of a natural disaster, fire, flooding and the like (where possible, prior notice to be provided);
- 4. Where service is connected without authority by a Person who has not made application for service;
- 5. Where service was reconnected without authority after termination for nonpayment; or
- Where there has been tampering with the Cooperative's equipment or evidence of theft of service.

300.9.7.2.3 DISCONNECTION PROHIBITED

The Cooperative may not disconnect service for any of the following reasons:

- 1. Delinquency in payment for the Cooperative's service by a previous occupant of the premises;
- 2. Failure to pay disputed charges, except for the required average billing payment, until a determination as to the accuracy of the charges has been made by the Cooperative and the Member has been notified of this determination; or
- 3. Failure to pay charges arising from an under-billing due to any faulty metering, unless the under-billing arises from a theft of service by a Member.
- 4. A Landlord requesting disconnection of a tenant will not be disconnected for eviction purposes if tenant is in compliance with Section 300.11.2 Payment.

300.9.7.2.4 DISCONNECTION DUE TO COOPERATIVE ABANDONMENT

The Cooperative will not abandon a Member or a certified service area without written notice to its Members and all similar neighboring utilities, and approval from the Commission.

300.9.7.2.5 DISCONNECTION OF PAYMENT ASSISTANCE MEMBERS

The Cooperative cannot terminate service to a delinquent residential Member for a billing period in which the Cooperative receives a pledge, letter of intent, purchase order, or other notification that an energy assistance provider is forwarding sufficient payment to continue service.

300.9.7.2.6 DISCONNECTION DURING EXTREME WEATHER

The Cooperative will not disconnect a residential Member on a day when:

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 21 of 91

1. The previous day's highest temperature did not exceed thirty-two (32) degrees Fahrenheit, or the temperature is predicted to be at or below that level for the next twenty-four (24) hours, according to the local National Weather Service (NWS) reports for the Member's designated territory, eastern or western; or

2. The previous day's highest temperature exceeded one hundred (100) degrees Fahrenheit, or the predicted temperature is to be at or above that level for the next twenty-four (24) hours, according to the local NWS reports for the Member's designated territory, eastern or western.

300.9.7.2.7 DISCONNECTION DURING WEEKEND OR HOLIDAY

The Cooperative will not disconnect a Member on a weekend day or Holiday.

300.9.7.2.8 DISCONNECTION NOTICES

Any disconnection notice issued by the Cooperative to a Member will:

- 1. Not be issued before the first calendar day after the bill is due, to enable the Cooperative to determine whether the payment was received by the due date;
- 2. Be a separate mailing, electronic notice, or hand-delivered notice with a stated date of disconnection with the words "disconnection notice" or similar language prominently displayed;
- 3. Have a disconnection date not less than seven (7) calendar days after the Cooperative issues notice;
- 4. Be written in English and Spanish; and
- 5. Include a statement notifying the Member that if they need assistance paying their bill by the due date, or are ill and unable to pay their bill, they may be able to make an alternate Payment Plan, establish an installment plan, or possibly secure payment assistance. The notice will also advise the Member to contact the Cooperative for more information.

300.9.8 SWITCHOVERS

In cases where the Cooperative provides electric service to a Member and the Member requests disconnection to obtain electric service from another utility certified to that area, the following rules will apply.

- The Member will request the Cooperative, in writing, to disconnect electric service from the desired location.
- 2. The Member will pay the following charges prior to disconnection:
 - All applicable fees and costs to cover labor and transportation costs involved in the disconnection;
 - A charge for distribution facilities rendered idle from the disconnection and not useable elsewhere on the system based on the original cost of such facilities less accumulated depreciation, salvage, and any previous CIAC;
 - c. A charge for the labor and transportation costs involved in removing any idle facilities. This charge only applies if the disconnecting Member requests removal, if removal is required for safety reasons, or if the salvage value of the facilities does not exceed such removal costs; and

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 22 of 91

d. All charges for electric service up to the date of disconnection.

Upon payment of all applicable fees and charges, the Member will receive a paid receipt from the Cooperative for presentation to the connecting utility.

The connecting electric utility may not provide service to Member until such connecting utility has evidence that the Member has paid all charges provided for under this tariff.

All fee amounts are per Section 500.8, Fee Schedule.

300.9.9 AFTER-HOURS RECONNECTION

It is at the Cooperative's discretion to reconnect service after business hours. In the event a Member has been disconnected and the Cooperative performs any service reconnection after business hours on Monday through Sunday, the Member may pay a non-refundable same day service fee prior to reconnect. These fees are in addition to the past due balance, reconnection fee, deposits and any other fees required. All fee amounts are per Section 500.8, Fee Schedule.

300.9.10 MEDICAL NECESSITY PROGRAM

The Cooperative will maintain a registry of Residential Service locations where people rely on lifesustaining electrical equipment. To be considered for this program a Member must complete, submit and have approved by the Cooperative a Medical Necessity Program Application.

To qualify, the location must house someone diagnosed by a physician in one of the following categories:

- 1. Chronic Having been diagnosed by a physician as requiring an electric-powered device to prevent the impairment of major life function. To maintain chronic designation, Members must reapply once a year;
- 2. Chronic, lifelong Same as chronic, but does not require annual application;
- 3. Critical care Having been diagnosed by a physician as requiring an electric-powered device to sustain life. To maintain critical care designation, Members must reapply once every two (2) years; or
- 4. Critical care, lifelong Same as critical care, but does not require biennial application.

When planned outages or service interruptions for nonpayment are scheduled, the Cooperative will attempt advance notice so preparations can be made. This Program does not guarantee priority electric service restoration, and locations registered in the program are not exempt from planned service interruptions, nor are registered Members exempt from their financial responsibilities or from the termination of service.

300.9.11 CRITICAL LOAD PROGRAM

The Cooperative will maintain a registry of non-residential service locations which will be managed and reviewed on a recurring basis. To be considered for this program, a Member must complete and submit a Critical Load Program application through PEC's website and have it approved by the Cooperative. Qualification requirements for PEC's Critical Load Program are found on PEC's website.

When planned outages or service interruptions for nonpayment are scheduled, the Cooperative will attempt to provide advance notice so preparations can be made. This Program does not guarantee priority electric service restoration, and locations registered in the program are not exempt from

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 23 of 91

planned service interruptions, nor are registered Members exempt from their financial responsibilities or from the termination of service.

300.9.12 RECORD OF INTERRUPTION

The Cooperative will keep records of sustained interruptions. Where practical, the Cooperative will keep a complete record of all momentary interruptions. These records will show the type of interruption, the cause for the interruption, the date and time of the interruption, the duration of the interruption, the number of Members interrupted, the substation identifier, and the transmission line or distribution feeder identifier. The Cooperative will retain records of interruptions for five (5) years.

300.10 EMERGENCY OPERATIONS PLAN

The Cooperative will maintain an emergency operations plan as required by the Commission.

300.11 BILLING AND PAYMENT

Once service has been established, Members will begin to receive bills on a recurring monthly basis per the billing cycle selected. The billing date will be posted on the Member's bill and refers to the date the bill has been generated. Service dates are included and refer to the days of service within that billing period. The payment due date is provided on the billing statement accompanied with the total amount due. The payment due date will not be less than sixteen (16) calendar days after the bill has been generated. The word "estimated" will be shown prominently displayed on a bill, if necessary, to identify an estimated bill. The Cooperative may submit estimated bills for good cause provided an actual meter reading is unavailable. Payments will be considered delinquent if not paid by the due date as stated on the monthly bill provided.

300.11.1 BILLING RECORDS RETENTION

The Cooperative maintains monthly billing records for each account for at least three (3) years after the mailed bill date. The billing records will contain sufficient data to reconstruct a Member's billing for a given month. Members may request copies of their account's billing records.

300.11.2 PAYMENT

All bills for electric service are payable via any of the payment options offered by the Cooperative.

The Cooperative may discontinue service to Members who fail to pay for service within seven (7) calendar days from the date of the delinquent notice.

Members may arrange a Payment Plan with the Cooperative to prevent disconnection for nonpayment of a delinquent account.

300.11.3 PAYMENT PLANS

300.11.3.1 PRE-PAID PAYMENT PLAN

This plan allows Members to deduct the costs for electric service from a credit on the account placed in advance of usage. Members enrolled in this option agree to an automatic service disconnection when their account reaches a zero (0) debit balance or more.

Applicability

This plan is available to Members enrolled in a residential service rate with a remote connect/disconnect enabled meter. This payment option may not be combined with an Installment Plan or any other Payment Plan. Members enrolled in time-of-use, interconnect, or community solar rate are ineligible for this payment option. Additionally, Members with three-phase service, participating in the Advanced Metering Opt-Out Program, on the Medical Necessity Program, or in the Critical Load Program, are ineligible for enrollment.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 24 of 91

Members with an outstanding account balance must bring their balance to zero (0) or agree to an arrangement for payment of the outstanding balance prior to enrollment. If the Member enters into an arrangement for payment, PEC will apply fifty percent (50%) of every payment to the outstanding balance and fifty percent (50%) to the pre-paid account balance until the Member pays the outstanding balance in full. Once enrolled, Members may not enter into a subsequent arrangement for payment of an outstanding account balance.

Requirements

To qualify for this option, Members must:

- 1. Have a valid email account or phone number to receive notifications;
- 2. Consent to receive notifications regarding this payment option, including electronic mail or messages, phone messages or texts, at any electronic mail address or phone number provided to the Cooperative;
- 3. Agree to update contact information upon any changes to such information; and
- 4. Have a remote connect/disconnect enabled meters installed at the service location.

Plan Details

Member Agreement – Upon enrollment, Member agrees to all terms and conditions of this option.

Initial Balance – A minimum credit balance of twenty-five dollars (\$25.00) will be required upon enrollment in this option. Existing Members may apply deposit funds towards the minimum credit balance.

Deposits – Members enrolling in this option with credit worthiness are not required to post an account deposit. If an Applicant's or existing Member's credit has not been demonstrated satisfactorily to the Cooperative, a deposit may be required.

The Cooperative may apply any portion of a Member's existing deposit to pre-paid account balance.

Notices – The Cooperative provides Members with Member-controlled and system generated notices regarding their pre-paid account balance and electric service connection status. Members may elect to receive notices via phone call, email, or text message. The Cooperative provides a system-generated low balance notice when the account balance becomes less than ten dollars (\$10.00). Members are responsible for setting up their own Member-controlled notices via the Cooperative's online account management system.

Disconnections – Section 300.9.7, Discontinuation of Service, other than Section 300.9.7.2.7 Disconnection During Weekend Or Holiday, will not apply to Members on this option. Disconnections take place when the Cooperative sends the depleted balance notice, which is the last notice provided.

Rates and Fees – Membership and establishment fees apply to Members enrolled in this option. Members on this option will not be subject to same day service fees, late, or reconnection fees. All fee amounts are per Section 500.8, Fee Schedule. Rates apply as per Section 500, Rates, with the exceptions listed below.

- 1. The service availability charge will be converted to a daily rate; and
- 2. Service availability charges will continue to accrue daily on connected meter, even if energy consumption does not occur.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 25 of 91

Reconnection – Once the required payment posts to the account, reconnection takes place. The payment must cover:

- 1. All balances owed for services provided;
- 2. Amounts agreed upon in Payment Plan if applicable; and
- 3. The required minimum credit balance of twenty-five dollars (\$25.00). Pre-paid accounts may not enter into an outstanding balance Payment Plan to achieve reconnection. All acceptable forms of payment that cover the amounts listed above will result in reconnection.

If a Member terminates service or the account disconnects for nonpayment and remains disconnected for seven (7) Business Days, the Cooperative will settle and final bill the account.

Billing; Late Payment Processing Fees; Transfers of Delinquent Balances and Record Retention – Sections 300.9.12 Record of Interruption through 300.11.1 Billing Records Retention do not apply to Members on this option except for Section 300.11.10 Transfers of Delinquent Balances.

Cancellation – A Member may choose to convert the account to another payment option at any time. The Member or the Cooperative may cancel enrollment on this option upon notification to the other party. Upon cancellation, the accumulated balance of the Member's account will become due and payable.

300.11.3.2 INSTALLMENT PLAN

This plan is an agreement between the Cooperative and a residential Member that allows the Member to pay installments that extend beyond the due date of the next bill. The Cooperative may offer this plan to any residential Member who has expressed an inability to pay and meets the criteria specified in the Cooperative's Tariff and has not been delinquent more than once in the last twelve (12) months.

The Member will pay the current bill each month, plus the agreed upon portion of the amount deferred. Failure to fulfill the terms of the agreement will result in discontinuance of service and all amounts owed will become due immediately.

The Cooperative may decline to offer this plan if, in the Cooperative's judgment, the Member is lacking sufficient credit or satisfactory history to warrant further extension of credit or if the Member has failed to provide complete, accurate, and verifiable identification information when requested by the Cooperative.

Plan Details

- 1. This plan may be established in person or by telephone;
- 2. This plan must be put in writing and provided to the Member;
- 3. This plan must allow for the delinquent amount be paid in negotiable installments;
- 4. This plan must state the length of time covered by the plan, the total amount to be paid, and the specific amount of each installment;
- 5. This plan must permit the Member or the Cooperative to initiate a renegotiation of the installment plan if the Member's circumstances change substantially during the time of the plan;

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 26 of 91

6. This plan must allow the Cooperative to disconnect service if the Member does not fulfill the terms of the installment plan, and will state the terms for disconnection;

- 7. This plan may not be offered more than once per year; and
- 8. This plan offered by the Cooperative will state in boldface type the following:

"If you are not satisfied with this agreement or if agreement was made by telephone, and you feel this document does not reflect your understanding of that agreement, contact the Cooperative immediately. If you do not contact the Cooperative, you may give up your right to dispute the amount due under the agreement except for the Cooperative's failure or refusal to comply with the terms of this agreement."

300.11.3.3 FIXED PAYMENT PLAN

This plan allows a Member to pay a fixed amount per month based on twelve (12) months total billings. A true up and recalculation will be required no more than every twelve (12) months. Upon such true up and recalculation, the Cooperative will either credit or debit from the account as applicable any overpayments or underpayments. The Cooperative will add the amount of any underpayment to the amounts due. The Cooperative will deduct the amount of any overpayment from any amounts owed.

This plan applies to Residential Service only. Members may enroll anytime their account has a zero balance with participation beginning with the first bill rendered after enrollment. Either the Member or the Cooperative may cancel the plan upon notification to the other party. Upon cancellation, any accumulated balance of the Member's account will become due and payable, or if a credit will be applied to the Member's account. The Cooperative may decline to offer this plan if, in the Cooperative's judgment, the Member is lacking sufficient credit or satisfactory history to warrant payment plans or if the Member has failed to provide complete, accurate, and verifiable identification information when requested by the Cooperative.

300.11.3.4 AVERAGE PAYMENT PLAN

This plan allows a Member to pay a rolling twelve (12) month average. This plan applies to Residential Service only. Members may enroll in this plan anytime their account has a zero balance with participation beginning with the first bill rendered after enrollment. Either the Member or the Cooperative may cancel the plan upon notification to the other party. Upon cancellation, any accumulated balance of the Member's account will become due and payable, or if a credit will be applied to the Member's account. The Cooperative may decline to offer this plan if, in the Cooperative's judgment, the Member is lacking sufficient credit or satisfactory history to warrant payment plans or if the Member has failed to provide complete, accurate, and verifiable identification information when requested by the Cooperative.

300.11.3.5 CREDIT CARD PAYMENT PLAN

This plan allows Members to authorize the Cooperative to process a monthly payment through their payment card. The amount processed will be for the full balance due each month and will be processed automatically on the bill due date.

300.11.3.6 BANK DRAFT PAYMENT PLAN

This plan allows Members to authorize the Cooperative to process a monthly payment by drafting a checking account. The amount drafted will be for the full balance due each month and will be drafted automatically on the bill due date.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 27 of 91

300.11.4 LATE PAYMENT PROCESSING FEES

Until the Cooperative receives the payment, bills are considered unpaid; a payment is delinquent if not received at the Cooperative by the due date shown on the bill.

Residential accounts not paid by the due date may be assessed a fee to cover the cost of processing late payments. All fee amounts are per Section 500.8, Fee Schedule.

All Non-Residential accounts, other than state agencies or other governmental entities that the Cooperative has approved as being subject to Texas Government Code Chapter 2251, not paid by the due date may be assessed a fee to cover the cost of processing late payments. All fee amounts are per Section 500.8, Fee Schedule.

Any governmental entity asserting eligibility to receive bills under Texas Government Code Chapter 2251 may file a written notice asserting their eligibility, and the Cooperative will determine whether the entity is subject to that statute. All bills rendered to state agencies or other governmental entities that the Cooperative approves subject to Texas Government Code Chapter 2251, will be in accordance with that statute.

300.11.5 LOAN LATE FEES

Payment for a consumer loan to a Member with the Cooperative not paid by the due date may be assessed a late payment fee after ten (10) calendar days of nonpayment. All fee amounts are per Section 500.8, Fee Schedule.

300.11.6 RETURNED CHECK / DENIED BANK DRAFT / DENIED CREDIT CARD

If a check for payment is returned, the Cooperative will debit a Member's account for the amount on each returned check, plus a returned check fee. If a payment is denied through an account setup for automatic payment bank draft, the Cooperative will debit the Member's account for the denied amount, plus a non-sufficient funds fee. If a payment is denied through an account setup for automatic credit card draft, the Cooperative will not post payment and an alternate form of payment must be arranged by the Member. If the Member pays a delinquent account balance and the check returns to the Cooperative for insufficient funds, the Cooperative will proceed to disconnect the Member's account. All fee amounts are per Section 500.8, Fee Schedule.

300.11.7 PAYMENT DEADLINE EXTENSION

Upon request of a Residential Member, and at the Cooperative's discretion, the Cooperative may extend without penalty the payment date until the twenty fifth (25th) calendar day after the bill is issued.

300.11.8 PAYMENT DEADLINE EXTENSION FOR ELDERLY RESIDENTIAL MEMBERS

Upon request of a Residential Member sixty (60) years of age or older, the Cooperative will extend without penalty the payment date until the twenty fifth (25th) calendar day after the date the bill is issued. The Cooperative may require the Member requesting the extension to present reasonable proof of age.

300.11.9 DISCONNECTION FOR NONPAYMENT AND SUBSEQUENT RECONNECTION FEES

If the Member's service is disconnected for nonpayment, the Cooperative will not reconnect service until the following are paid in full: all of the Member's outstanding bills, a reconnection fee, any required deposit, and, when required, a same day service fee.

The Cooperative is not liable for any losses a Member incurs resulting from the disconnection of service for any reason identified in this tariff.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 28 of 91

All fee amounts are per Section 500.8, Fee Schedule.

300.11.10 TRANSFERS OF DELINQUENT BALANCES

If the Member has an outstanding balance due from another account in the same Member Class, then the Cooperative may transfer that balance to the Member's current account. Notwithstanding the foregoing, if the Member has an outstanding balance due from an account in a different Member Class that is a sole proprietorship, then the Cooperative may transfer that balance to the Member's current account and identify the delinquent balance and specific account as such on the bill.

300.12 VOLTAGE DESIGNATIONS

The Cooperative will deliver electric power and energy at one of the Cooperative's standard voltages. Non-standard service may be available if requested but only if the Cooperative determines such service is feasible, and the Applicant agrees to pay any additional cost to the Cooperative for delivering such non-standard service.

The Cooperative adopts the following standard voltages for electric service distribution:

Standard Service		
Single Phase	Three Phase	
120 / 240 V	120 / 208 V (wye)	
	277 / 480 V (wye)	

Non-Standard Service*		
Single Phase	Three Phase	
7,200 V	120 / 240 V (delta)	
14,400 V	480 V (delta)	
	1,328 / 2,300 V (wye)	
	2,300 / 4,160 V (wye)	
	7,200 / 12,470 V (Primary Service)	
	14,400 / 24,900 V (Primary Service)	

Transmission Service*		
Single Phase	Three Phase	
	69,000 V	
	138,000 V	
	345,000 V	

^{*}These voltages are available at the Cooperative's discretion.

These voltage designations are nominal design voltages. The Cooperative maintains actual normal delivery voltages so far as practicable within variations permitted by industry standards. Members are encouraged to obtain the phase and voltage of the service available from the Cooperative before committing to the purchase of motors or other equipment.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 29 of 91

300.13 MEASUREMENT AND METERING OF SERVICE

300.13.1 METERING REQUIREMENTS

Use of meter – Except where otherwise provided by the applicable rate schedule or contract, the Cooperative charges all electricity consumed or demanded by the Member by meter measurements.

Installation – The Cooperative will provide, install, own, and maintain all meters necessary for the measurement of electric energy to its Members.

Standard type – All meters will meet industry standards. Special meters used for investigation or experimental purposes are not required to conform to these standards.

Location of meters – Meters and service switches in conjunction with the meter will be installed in accordance with the latest revision of American National Standards Institute ("ANSI"), Incorporated, Standard C12 (American National Code for Electricity Metering), and will be readily accessible for reading, testing, and inspection, where such activities will cause minimum interference and inconvenience to the Member.

Member will provide, without cost to the Cooperative, at a suitable and easily accessible location:

- 1. Sufficient and proper space for installation of meters and other apparatus of the Cooperative;
- 2. Meter socket;
- 3. Meter loop;
- 4. Safety service switches when required; and
- 5. An adequate anchor for service drops.

Where the meter location on the Member's premises changes at the request of the Member or due to alterations on the Member's premises, the Member will provide and have installed at their expense, all wiring and equipment necessary for relocating the meter.

Accuracy requirements – The Cooperative will not place in service or leave in service any meter that violates the test calibration limits as set by ANSI. Whenever a meter violates limits on installation, periodic, or other tests, the Cooperative will adjust or exchange it.

The Cooperative adjusts meters, as closely as practicable, to the condition of the limits as set by ANSI.

300.13.2 METER RECORDS

The Cooperative will keep the following records:

Meter equipment record – The Cooperative will keep a record of all of its meters, showing the Member's address and date of the last test. For special meters used for investigation or experimental purposes, the record will state the purpose of the investigation or experiment.

Records of meter tests – The Cooperative will properly reference all meter tests completed on the meter record. The record of each test completed at the service location will show the identifying number, constants of the meter, standard meter, and measuring devices used. Additionally, records will provide the test date, type of test performed, name of technician, level of accuracy (or percent error) at each load tested, and sufficient data to permit the verification of test results.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 30 of 91

300.13.3 METER READINGS

Meters are read by the Cooperative on regular monthly intervals.

300.13.4 METER TESTING

Meter tests prior to installation – The Cooperative will establish the accuracy of every meter prior to its permanent installation. Unless the Cooperative has already tested a meter within the last twelve (12) months, the Cooperative will test and adjust any meter removed and/or replaced from service.

Testing of meters in service – Meter test periods for all types of meters will conform to the latest edition of ANSI Standard C12 unless specified otherwise by the Cooperative. The Cooperative, upon the request of a Member, will test the accuracy of the Member's meter. If the Cooperative or an authorized agency tests a meter at the Member's request and the Member request a new test within a period of four (4) years, the Cooperative will charge a meter test fee to the Member. The fee must be paid prior to fulfilling the request. All fee amounts are per Section 500.8, Fee Schedule.

Following the completion of any requested test, the Cooperative will advise the Member of the date of removal of the meter, the date of the test, the result of the test, and who made the test.

300.13.5 ADJUSTMENTS DUE TO METER ERRORS

If the Cooperative finds any meter to be out of compliance with the accuracy standards, the Cooperative will render corrected readings and adjust bills for the period of over-billing or underbilling as described herein in Section 300.14.2, Billing.

No refund is required from the Cooperative except to the Member last served by the meter prior to the testing.

If a meter is found to not register for any period, the Cooperative will estimate and charge for units used, but not metered for the under-billed period as described herein in Section 300.14.2.2, Under-Billing. The Cooperative estimates charges based on amounts used under similar conditions during the period preceding or subsequent to the period the meter was found not to register, or during corresponding periods in previous years.

300.13.6 ADVANCED METERING OPT-OUT PROGRAM

This program only applies to residential accounts (excluding residential accounts in the following categories: participating in the Time of Use program, with Interconnection Agreements, or receiving service pursuant to the Landlord Provision). A Member may request to opt out from use of the Cooperative's advanced meter at a service location, and the Cooperative may grant such request at the Cooperative's discretion, subject to certain qualifications and conditions. If a Member's service is disconnected, the Cooperative will assess a fee for reconnection after nonpayment. All fee amounts are per Section 500.8, Fee Schedule. Additionally, if the Cooperative installs an advanced meter because the Member was disconnected for nonpayment, the Member may not rejoin the Advanced Metering Opt-Out Program. A Member participating in the Advanced Metering Opt-Out Program may request to leave the Program at any time and have an advanced meter installed at their location.

300.13.6.1 METER EXCHANGE FEE

The Cooperative will charge a fee per meter for any meter exchange at any service location already equipped with an advanced meter. Any Member participating in this program for new service locations will be required to pay the Cooperative's establishment fee. All fee amounts are per Section 500.8, Fee Schedule.

300.13.6.2 METER READINGS AND METER READING AND PROCESSING FEES

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 31 of 91

Monthly Meter Reading Schedule - The Cooperative will obtain a monthly meter reading or may use the Member's energy consumption history to estimate the monthly bill calculation. The Cooperative will adjust any under-billing or over-billing resulting from the estimated meter readings after the Cooperative acquires a new meter read.

Meter Reading and Processing Fees - The Cooperative will charge a Meter Reading and Processing Fee per meter to each Member participating in this program. The fee will be applied to the Member's bill each month in which the Member participates in the Advanced Meter Opt-Out Program. The fees charged are for costs associated with manually processing meter readings for each service location and a per mile meter reading trip charge. All fee amounts are per Section 500.8, Fee Schedule.

300.13.7 METER TAMPERING; THEFT OF ELECTRIC SERVICE

Meter tampering is a criminal offense. Meter tampering includes but is not limited to: bypassing the meter or other instances of diversion, such as physically disorienting the meter; attaching objects to the meter to divert or bypass service; inserting objects into the meter; and other electrical and mechanical means of tampering with, bypassing, or diverting electrical service.

The Cooperative will charge a fee plus all applicable charges for the estimated energy consumption where meter tampering occurred. All fee amounts are per Section 500.8, Fee Schedule.

Furthermore, the Cooperative may choose to file criminal charges against any Person, including any of its Members, when there is evidence of the following:

- 1. Interference with and/or tampering with any of the Cooperative's equipment, including, without limitation, one (1) or more of its meters (Section 28.03 of the Penal Code of the State of Texas) or any other circumstance listed in this Tariff; and/or
- 2. Theft of electric service (Section 31.04 of the Penal Code of the State of Texas).

Members shall be responsible for any and all meter tampering events, as defined above, which occur on meters connected to the Member's account. The Cooperative may charge the Member for all labor, material, and equipment necessary to repair or replace all equipment damaged due to meter tampering or bypassing or other service diversion, and other costs necessary to correct service diversion where there is no equipment damage, including incidents where service is reconnected without authority. The Cooperative must provide an itemized bill to the Member of such charges. The Cooperative may also estimate and bill the Member for electric service over the entire period of meter tampering and all labor cost associated with rectifying the offense.

300.13.8 METER TEST FEE

Upon request, once every four (4) years, a Member may receive a meter test at no charge. If a Member asks for an additional meter test and the meter is found to be in compliance with ANSI standards, a fee will be incurred. If the meter is found to be out of compliance with the applicable ANSI standard, the Cooperative will not charge a fee to the Member. All fee amounts are per Section 500.8, Fee Schedule.

300.14 DISPUTE RESOLUTION

In the event of disputes between a Member and the Cooperative, the Cooperative and Member will follow the processes and procedures described in this Section 300.14.

300.14.1 MEMBER COMPLAINTS

A Member or Applicant may file a complaint in person, by letter, on the website, or by telephone with the Cooperative.

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 32 of 91

If an employee of the Cooperative cannot immediately resolve a complaint, the employee will forward the information collected to a supervisor or manager. The employee's supervisor or manager will review the complaint and related information, and he or she will notify the Member or the Applicant of the results or resolution plan within five (5) Business Days of receipt of the complaint. If dissatisfied, the Member or Applicant may file a written request for further supervisory review of their complaint. The Cooperative will notify the Member or Applicant of the results of the supervisory review or resolution plan within ten (10) Business Days of the written request.

300.14.2 BILLING

In the event of disputes between a Member and the Cooperative regarding any bill for electric service, the Cooperative will investigate the circumstances and report the results to the Member. If the Member is dissatisfied with the resolution, the Member may make a complaint in accordance with Section 300.14.1, Member Complaints. The Cooperative will not disconnect a Member's service for nonpayment of the disputed portion of the bill before the Cooperative completes its supervisory review and informs the Member of its determination. Members are obligated to pay billings that are not disputed and not under review.

300.14.2.1 DISCREPANCIES OR ADJUSTMENTS

If a Member is billed for charges erroneously per the Tariff or if the Cooperative fails to bill a Member for services, then the Cooperative will calculate, adjust, and apply all applicable charges in the manner described herein.

300.14.2.2 UNDER-BILLING

If the Member's account is under-billed, the Cooperative may back bill the Member for the amount that was under-billed no more than 6 months from the date the error was discovered unless the under-billing is a result of theft of service by the Member or misreporting of meter reading data.

An installment plan may be available for any periods of under-billing except for such periods resulting from meter tampering, bypass, diversion, or other similar circumstance.

300.14.2.3 OVER-BILLING

If the Member's account is over-billed, the Cooperative will adjust the Member's bill accordingly for the entire over-billed period.

300.14.2.4 POWER FACTOR ADJUSTMENT

The Cooperative may adjust Capacity Demand Charges or Peak Demand Charges if the power factor is lower than ninety seven percent (97%). Measured capacity (kW) may be increased by one percent (1%) for each one percent (1%) by which the power factor is less than ninety seven percent (97%) lagging for a period of fifteen (15) consecutive minutes.

300.14.2.5 REFUNDS

Upon closure of an account, the Cooperative will issue the Member a refund check for credit balances of five dollars (\$5.00) or more. The Cooperative only issues refunds on credit balances of less than five dollars (\$5.00) upon verbal request by the account holder. The Cooperative will transfer any amounts not refunded in accordance with the Unclaimed Property Policy of the Cooperative.

300.15 EASEMENT REVIEW

300.15.1 EASEMENT RELEASE REVIEW

The Cooperative will assess a fee for processing an Easement Release Review Application. A Member may contact the Cooperative for an Application. All fee amounts are per Section 500.8, Fee Schedule. Easement releases initiated at the request of the Cooperative are not subject to this fee.

300.15.2 EASEMENT OBSTRUCTION REVIEW

The Cooperative will assess a fee for processing an Easement Obstruction Review Application. A Member may contact the Cooperative for an Application. All fee amounts are per Section 500.8, Fee

Section 300: General Service Rules and Regulations

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 33 of 91

Schedule. Should the Cooperative determine in its sole discretion that its facilities must be adjusted because of an Encroachment(s), the cost of such adjustments, plus any required design, engineering and surveying costs, will be borne by the Member or other responsible party. Such costs must be paid, and such adjustments completed before any approval will be granted. If the application is approved, additional fees may apply. The Cooperative reserves the right to remove any Encroachment within its easement in the event the required costs are not paid on a reasonable schedule or if such Encroachment interferes with the safe, reliable and efficient operation of the Cooperative's facilities.

Section 400: Line Extension Policy Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 34 of 91

400 LINE EXTENSION POLICY

400.1 OVERVIEW

The Cooperative will extend electric service to an Applicant in accordance with the following line extension provisions. Each provision in this Tariff classifies the predominant type of electric service or use anticipated on the Applicant's premises and specifies conditions under which a line extension may be made. For each location where electric service is desired, the Applicant's classification for electric service will be determined by the Cooperative.

Electric service will not be provided and no work to extend electric service will be performed until the Applicant has met all requirements within this Tariff for extension of service including, without limitation, routing, underground service requirements, if applicable, and paid any and all fees or charges associated with the provision of electric service or any outstanding balance due from another account or related account. This may include, but is not limited to, membership fees, establishment fees, deposits, system impact fees, CIAC, and/or planning design fees.

If facilities must be constructed, the Cooperative will provide an estimated completion date and a Cost Calculation or Development Cost Calculation for all charges to extend electric service. The requests for new electric service requiring construction should be completed within ninety (90) calendar days of fulfilling all applicable requirements, unless delayed by a cause beyond the reasonable control of the Cooperative, or unless a different time period is agreed to by the Applicant and the Cooperative.

The Applicant must comply with all requirements in Section 300.9.1 Conditions of Service. All applicable provisions of the Tariff, and standards and specifications of the Cooperative for construction, to receive electric service.

The Line Extension Policy provisions are subject to change by the Board of Directors.

400.2 RESIDENTIAL SERVICE APPLICABILITY

To qualify for an extension under this section, the Applicant and the location where the Applicant is requesting electric service must comply with the following provisions:

- 1. The location must be an Individual Private Dwelling, Multi-Family Dwelling, personal recreational vehicle, hunting cabin, barn, shop, water well, gate opener, Member-owned lighting system, or other residential installations.
- 2. If the Applicant is developing a residential subdivision or mixed-use development with Individual Private Dwelling(s) or Multi-Family Dwelling(s), the Applicant must comply with all requirements under Section 400.3 Residential Developments, and have paid the CIAC required under that section.

All other applicable provisions of this Policy apply to an extension of service under this section.

CONTRIBUTION IN AID OF CONSTRUCTION (CIAC) BY APPLICANT

The Cooperative will determine the Cost Calculation to the Point of Interconnection based on its then current unit material and labor costs, and in accordance with the Cooperative's current standards and specifications.

The Applicant will be required to pay all costs per meter that qualifies under this section for the cost to extend electric service to the Point of Interconnection as a CIAC prior to construction. The electric facilities may include, but are not limited to, all applicable primary and secondary infrastructure including, without limitation, primary conductors, transformers, poles, risers, appurtenances, terminations, and any other electric equipment and devices required for electric service. The Cost Calculation may expire or be recalculated at the sole discretion of the Cooperative. Any additional cost incurred by the Cooperative in

Section 400: Line Extension Policy Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 35 of 91

excess of the Cost Calculation will be at the sole expense of the Applicant, and a final bill for all costs to complete the line extension will be presented to Applicant upon completion of the line extension if required.

400.3 RESIDENTIAL DEVELOPMENTS APPLICABILITY

To qualify for an extension pursuant to this section, the Applicant and the residential development for which the Applicant is requesting electric service must comply with the following provisions:

- The development is platted and recorded in the appropriate county with sites or lots for multiple
 prospective Applicants to be primarily used or developed for permanent Individual Private Dwelling(s)
 or Multi-Family Dwelling(s) or a preliminary plat plan approved by a municipality or county or other
 authority having jurisdiction for the purposes of sale, transfer, or residential development;
- 2. The development has been approved by all relevant governing agencies; and
- 3. The Applicant will provide at no cost to the Cooperative:
 - a. Easements granted on the Cooperative's standard form; for the Cooperative's construction, installation, maintenance, operation, replacement and/or repair of Cooperative Facilities in a form satisfactory to the Cooperative;
 - b. Site plans (streets, wet utilities, mechanical, electrical, plumbing, and landscaping plans, etc.) and notice of construction start dates and construction schedules that are reasonable and industry standard for the type of work to be performed;
 - c. Survey points for grades, lot corners, street right-of-way, and other locations reasonably necessary for installation of the electric system; and
 - d. An "Approved-for-Construction" Plan by a Municipality or county or other authority having jurisdiction.
- 4. The Cooperative is not and will not be obligated to provide designs or Development Cost Calculations to an Applicant for a preliminary plan that has not been reviewed and approved by the applicable authority.

All other applicable provisions of this Policy apply to an extension of service under this section.

CONTRIBUTION IN AID OF CONSTRUCTION (CIAC) BY APPLICANT

The Cooperative will determine the Development Cost Calculation for the electric facilities adequate to serve all prospective Individual Private Dwelling(s) or Multi-Family Dwelling(s) in the residential development. The Cooperative will determine the Development Cost Calculation based on its then current unit material and labor costs and in accordance with the Cooperative's then current standards and specifications.

The electric facilities may include, but are not limited to, all applicable primary and secondary infrastructure including, without limitation, primary conductors, transformers, poles, risers, appurtenances, terminations, and any other electric equipment and devices required for electric service. The Applicant will bear the cost of the facilities, identified in this section, required for the electric distribution system within the residential subdivision or development as determined in the Development Cost Calculation and will pay such costs in advance of construction.

The Development Cost Calculation may expire or be re-calculated at the sole discretion of the Cooperative. Any additional cost incurred by the Cooperative in excess of the Development Cost

Section 400: Line Extension Policy Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 36 of 91

Calculation will be at the sole expense of the Applicant, and a final bill for all costs to complete the line extension will be presented to the Applicant upon completion of the line extension if required.

To the extent that an individual Applicant requests electric service within a residential subdivision, such Applicant must request electric service pursuant to the requirements of Section 400.2, Residential Service, and will be responsible for any CIAC and any system impact fees required by the provision of such electric service.

To the extent that any commercial facilities associated with a residential development are required, an Applicant must request electric service pursuant to the requirements of Section 400.4 Non-Residential Service, for those commercial facilities and will be responsible for any CIAC and any system impact fees required by the provision of such electric service.

The Cooperative will install all Cooperative Facilities required within the limits of the residential subdivision or development based on its necessary load requirements on its schedule but prior to the provision of electric service to any individual Applicants.

400.4 NON-RESIDENTIAL SERVICE APPLICABILITY

To qualify as an extension under this section, the Applicant and the location where an Applicant is requesting electric service must comply with the following provisions:

- 1. The location must be a commercial or industrial installation not classified under Section 400.2, Residential Service, or 400.3 Residential Developments.
- 2. If the Applicant is developing a non-residential development or mixed-use development, the Applicant must comply with all requirements under Section 400.5 Non-Residential Developments, and have paid the CIAC required under that section.

All other applicable provisions of this Policy apply to an extension of service under this section.

CONTRIBUTION IN AID OF CONSTRUCTION (CIAC) BY APPLICANT

The Cooperative will determine the Cost Calculation to the Point of Interconnection based on its then current unit material and labor costs and in accordance with the Cooperative's then current standards and specifications.

The Applicant will be required to pay all costs per meter that qualifies under this section for the cost to extend electric service to the Point of Interconnection as a CIAC prior to construction. The electric facilities may include, but are not limited to, all applicable primary and secondary infrastructure including, without limitation, primary conductors, transformers, poles, risers, appurtenances, terminations, and any other electric equipment and devices required for electric service.

The Cost Calculation may expire or be re-calculated at the sole discretion of the Cooperative. Any additional cost incurred by the Cooperative in excess of the Cost Calculation will be at the sole expense of the Applicant, and a final bill for all costs to complete the line extension will be presented to Applicant upon completion of the line extension if required.

The Cooperative will exercise prudent judgement in determining the conditions under which a specific line extension will be made for an Applicant with a load greater than one thousand (1,000) kW. This may include, but is not limited to, CIAC, contract minimums, service specifications, and/or other contract terms, arrangements, or conditions deemed reasonable by the Cooperative.

Section 400: Line Extension Policy Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 37 of 91

400.5 NON-RESIDENTIAL DEVELOPMENTS APPLICABILITY

To qualify for an extension pursuant to this section, the Applicant and the non-residential development for which the Applicant is requesting electric service must comply with the following provisions:

- The development is platted and recorded in the appropriate county with sites or lots for multiple
 prospective Applicants to be primarily used or developed for permanent commercial, industrial, retail,
 and/or office use or a preliminary plat plan approved by a Municipality or county or other authority
 having jurisdiction for the purposes of sale, transfer, or non-residential development;
- 2. The development has been approved by all relevant governing agencies; and
- 3. The Applicant will provide at no cost to the Cooperative:
 - a. Easements granted on the Cooperative's standard form; for the Cooperative's construction, installation, maintenance, operation, replacement and/or repair of Cooperative Facilities in a form satisfactory to the Cooperative;
 - b. Site plans (streets, wet utilities, mechanical, electrical, plumbing, and landscaping plans, etc.) and notice of construction start dates and construction schedules that are reasonable and industry standard for the type of work to be performed;
 - c. Survey points for grades, lot corners, street right-of-way, and other locations reasonably necessary for installation of the electric system; and
 - d. An "Approved-for-Construction Plan" from a Municipality or county or other authority having jurisdiction.
- 4. The Cooperative is and will be not obligated to provide designs or Development Cost Calculations to an Applicant for a preliminary plan that has not been reviewed and approved by the applicable authority.

All other applicable provisions of this Policy apply to an extension of service under this section.

CONTRIBUTION IN AID OF CONSTRUCTION (CIAC) BY APPLICANT

The Cooperative will determine the Development Cost Calculation to serve all prospective units in the non-residential development. The Cooperative will determine the Development Cost Calculation based on its then current unit material and labor costs and in accordance with the Cooperative's then current standards and specifications.

The electric facilities may include, but are not limited to, all applicable primary and secondary infrastructure including, without limitation, primary conductors, transformers, poles, risers, appurtenances, terminations, and any other electric equipment and devices required for electric service.

The Applicant will bear the cost of the electric facilities, identified in this section, required for the electric distribution system within the non-residential development as calculated in the Development Cost Calculation and will pay such costs in advance of construction.

The Development Cost Calculation may expire or be re-calculated at the sole discretion of the Cooperative. Any additional cost incurred by the Cooperative in excess of the Development Cost Calculation will be at the sole expense of the Applicant, and a final bill for all costs to complete the line extension will be presented to Applicant upon completion of the line extension if required.

Section 400: Line Extension Policy Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 38 of 91

To the extent that an individual Applicant requests electric service within a non-residential development, such Applicant must request electric service pursuant to the requirements of Section 400.4 Non-Residential Service, and will be responsible for any CIAC and any system impact fees required by the provision of such electric service.

The Cooperative will install all Cooperative Facilities required within the limits of the non-residential development based on its necessary load requirements on its schedule but prior to the provision of electric service to any individual Applicants.

400.6 PRIMARY LEVEL SERVICE APPLICABILITY

For this section, an Applicant also includes a Member already receiving Primary Level Service. By receiving Primary Level Service, the Applicant agrees to the following:

- The Cooperative is delivering service to the service location at primary level voltage at the Applicant's request;
- 2. The Applicant will procure, at the sole expense of the Applicant, all facilities and equipment, including but not limited to transformers, poles, and conductors required to take electric service at primary level voltage as required by Cooperative's most current design standards and specifications;
- 3. The Applicant owns all facilities located beyond the Point of Interconnection and PEC will not perform work at any point past the Point of Interconnection;
- 4. The Applicant will assume all responsibility for furnishing, installing, constructing, owning, maintaining, and operating all facilities beyond the Point of Interconnection;
- 5. The costs for any upgrade, addition, or change in configuration to existing Member-owned or Cooperative Facilities will be at the sole expense of the Applicant and in accordance with the Cooperative's Tariff and Business Rules. This includes upgrades, additions, or changes required by PEC to maintain PEC's Delivery System and to continue to provide service at primary level voltage;
- 6. All Member-owned facilities must be tagged and visually identified as property of the Member;
- 7. The Applicant must agree to provide an as-built facilities sheet to the Cooperative within thirty (30) days of completed construction;
- 8. The Applicant must agree to notify the Cooperative in writing of any new load and/or facilities additions for the Cooperative to assess existing facilities capacity and conduct any engineering studies required to serve the new load; and
- 9. All Member-owned installations must be in accordance with the latest version of National Electric Safety Code (NESC) and NEC standards.

The Cooperative reserves the right to deny Primary Level Service to an Applicant if the Cooperative determines such service may have an adverse impact on the Cooperative's Delivery System or service provided to another Member.

POINT OF INTERCONNECTION

The Point of Interconnection will be at the primary meter on an overhead primary pole or an underground metering enclosure.

Section 400: Line Extension Policy Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 39 of 91

400.7 UNDERGROUND SERVICE

The following provisions for the extension of underground electric service are in addition to the standard provisions established in the prior sections.

UNDERGROUND FACILITIES FOR SERVICES - RESIDENTIAL OR NON-RESIDENTIAL

Underground electric primary and secondary lines to serve any Applicant may, by agreement with the Cooperative, be provided subject to the other requirements in this Policy.

In addition, when receiving underground electric service, an Applicant will be responsible for providing and installing all trenches and backfill, sectionalizing cabinets, concrete work associated with padmounted facilities, secondary services as determined by the Cooperative, all conduit, vaults, and any and all other facilities deemed necessary by the Cooperative.

In all cases, any underground secondary service lines from a meter to the Applicant's main disconnect switch or service center will be installed and maintained by the Applicant, and the Cooperative will have no responsibility or liability in connection therewith.

UNDERGROUND FACILITIES FOR DEVELOPMENTS - RESIDENTIAL OR NON-RESIDENTIAL

Where an Applicant requests the construction of underground electric facilities within a platted residential subdivision or non-residential development, the Applicant will bear the cost of the underground electric system adequate to serve all prospective units in the subdivision or development as determined by the Cooperative. The Applicant will be responsible for providing and installing all trenches and backfill, sectionalizing cabinets, concrete work associated with pad-mounted facilities, all conduit, vaults, and any and all other facilities deemed necessary by the Cooperative, adequate to serve all prospective units in the subdivision or development and all other prospective members who may require electric service from said underground system.

400.8 STANDARD DELIVERY SERVICE AND FACILITIES

The Cooperative's standard delivery system facilities consist of the overhead or underground distribution facilities necessary to provide electric service through a single-phase or three-phase source to the Point of Interconnection, at one of the Cooperative's available standard voltages.

The Cooperative standard delivery system permits 7.2/12.47 kV (12.5 kV) and 14.4/24.9 kV (25 kV), three-phase or single-phase, grounded-neutral Primary Level Service on its electric distribution system and secondary service is provided through transformers connected in a wye-wye configuration.

All standard delivery system line extension requests and associated costs will be in accordance with this Policy.

400.9 NON-STANDARD DELIVERY SERVICE AND FACILITIES

Non-standard delivery service and facilities include, but are not limited to, facilities necessary to provide service at a non-standard voltage, dual feed, automatic and manual transfer switches, service through more than one Point of Interconnection, redundant facilities, non-standard metering and facilities in excess of those normally required for service under the Cooperative's standard delivery service and facilities. The Cooperative will determine what equipment is classified as non-standard and include this information on the Cost Calculation or the Development Cost Calculation.

Applicants requesting non-standard facilities will be responsible for all costs associated with the engineering, installation, maintenance, and material costs required to provide and maintain these non-standard facilities. An Applicant or Member may request non-standard equipment be removed. All costs for removal, and any other costs to make the system qualify for under standard delivery service, will be the sole responsibility of the Member or Applicant in advance.

Section 400: Line Extension Policy Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 40 of 91

All non-standard facilities will be operated by the Cooperative. Neither a Member nor an Applicant may perform service or maintenance to equipment located on the Cooperative's Delivery System.

The Cooperative reserves the right to convert or deny non-standard facilities installations if the Cooperative determines that such service may have an adverse impact on the Cooperative's Delivery System or service provided to another Member.

400.10 ROUTING

In all cases, the line extension will be constructed within private easements granted on the Cooperative's standard form; at the sole discretion of the Cooperative, the Cooperative may construct line extensions within public utility easements, or public right-of-way or other agreements. The line extension will be constructed along a route that is reasonably accessible during all weather conditions as determined by the Cooperative. Cooperative Facilities will not be installed along the backs of lots or in areas deemed inaccessible or hazardous by the Cooperative.

The Applicant will be responsible for the clearing of any and all private easements or public utility easements required for the construction of the line extension on its property and removing of such Encroachments as interfere with the safe, reliable, and efficient operation of the Delivery System. All clearing will be performed to the Cooperative's specifications. The Cooperative may clear private easements or public utility easements or public right-of-way in certain instances. If the Cooperative or its agent clears private easements or public utility easements or a public right-of-way the cost will be included in the Cost Calculation or Development Cost Calculation.

400.11 AREA LIGHTING

In underground installations, the Applicant requesting area lighting under Section 500.7.4.1 Unmetered Lighting Device Service, will be responsible for providing and installing all lighting infrastructure, including but not limited to trench and associated backfill, lighting post, concrete work, secondary service conductors, and conduit.

In overhead installations, the Cooperative will provide secondary service conductor to serve overhead area lighting fixtures owned by the Cooperative under Section 500.7.4.1 Unmetered Lighting Device Service, without charge to the Applicant.

In either type of installation, for any additional Cooperative Facilities needed for area lighting, the Applicant will be required to pay any costs as a CIAC prior to construction.

400.12 UNMETERED NON-RESIDENTIAL SERVICE

The Cooperative at its sole discretion will determine if an Applicant may be served under this section.

In underground installations, the Applicant requesting facilities to provide electric service to unmetered non-residential installations, as determined by the Cooperative, will be responsible for providing and installing all trenches and backfill, sectionalizing cabinets, concrete work associated with pad-mounted facilities, secondary services as determined by the Cooperative, all conduit, vaults, and any and all other facilities deemed necessary by the Cooperative.

In overhead installations, the Cooperative will provide secondary service conductor for the unmetered non-residential installation, and the Applicant will be responsible for providing and installing all other infrastructure.

In either type of installation, for any additional Cooperative Facilities needed for unmetered non-residential, the Applicant will be required to pay any costs as a CIAC prior to construction.

Section 400: Line Extension Policy Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 41 of 91

400.13 NON-PERMANENT SERVICE

In any circumstance where the need for electric service is not permanent, the Applicant will pay one hundred percent (100%) of the cost of installation and removal of all necessary electric service facilities and equipment before any construction begins.

400.14 SERVICE UPGRADES TO EXISTING COOPERATIVE FACILITIES

The cost for any upgrade, addition, or change in configuration of existing Cooperative Facilities will be at the sole expense of the Applicant. Service upgrades to existing Cooperative Facilities include, but are not limited to, any upgrades related to interconnecting a Member's Distributed Generation resource that operates in parallel to the Cooperative's Delivery System.

400.15 SYSTEM IMPACT FEE

A non-refundable charge will be collected for extending electric service to a new service location. This amount represents a contribution to the Cooperative's system cost associated with substation and electric distribution backbone facilities and is in addition to any amount due for the line extension. All fee amounts are per Section 500.8, Fee Schedule.

400.16 PLANNING DESIGN AND REDESIGN FEES

An Applicant's line extension Cost Calculation or Development Cost Calculation includes delivery of one (1) design and project cost quotation to the Applicant. At the Cooperative's discretion, the Cooperative may require a deposit equivalent to the Planning Design or Redesign Fee from an Applicant in advance for delivery of such design, study, and project Cost Calculation to the Applicant for any line extension categorized as a residential or non-residential development, defined in Sections 400.3 and 400.5 respectively. The deposit shall be credited to the line extension Cost Calculation or Development Cost Calculation when the Applicant pays for the line extension. If the Applicant desires to make changes to the design, that requires a redesign, the Cooperative may charge the Applicant in advance for the redesign, including, but not limited to, labor and applicable overhead for design, engineering, staking, inspections, administrative, and any other related expenses incurred. All fee amounts are per Section 500.8, Fee Schedule.

400.17 AFTER-HOURS SERVICE

If an Applicant requests after-hours service, the Applicant will pay the additional cost incurred by the Cooperative to provide after-hours service to the Applicant.

400.18 MISCELLANEOUS TRIP FEE

A non-refundable Miscellaneous Trip Fee may be collected for additional trips to the Applicant's property at the request of Applicant. All fee amounts are per Section 500.8, Fee Schedule.

400.19 NO REFUND OF CONTRIBUTION IN AID OF CONSTRUCTION

Payments necessary for construction of facilities, which will be used to deliver electric service to the Applicant, are CIAC and are not refundable after construction.

400.20 DE-ENERGIZATION AND LINE CLEARANCES

The Cooperative, in its sole discretion, may temporarily de-energize Cooperative Facilities or temporarily relocate or raise Cooperative Facilities at the request of an Applicant to assist in the transportation of oversized objects through the Cooperative's service territory or in the construction of pipelines or other objects within or otherwise affecting the Cooperative's right-of-way provided that the Applicant pays for all costs incurred by the Cooperative.

Costs incurred may include labor and materials, engineering design, right of way acquisition and clearing to the extent necessary, and vehicles or equipment used, including mileage, if applicable.

Section 400: Line Extension Policy Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 42 of 91

400.21 OWNERSHIP OF COOPERATIVE FACILITIES

The Cooperative will accept ownership of any facilities installed by the Applicant at the time the service location is successfully energized. The Cooperative will retain the ownership of all material and facilities installed by the Cooperative or Applicant for the distribution of electric service whether the same have been paid for by the Applicant except for those facilities installed by the Applicant past the Point of Interconnection.

400.22 REMOVAL AND/OR RELOCATION OF COOPERATIVE FACILITIES

400.22.1 REMOVAL

At the Cooperative's sole discretion, the Cooperative may remove existing Cooperative Facilities on Applicant's premises at the Applicant's request provided that the Applicant has paid in advance for the cost of the removal of the existing Cooperative Facilities.

400.22.2 RELOCATION

At the Cooperative's sole discretion, the Cooperative may relocate its existing Cooperative Facilities on Applicant's premises at the Applicant's request provided the Applicant has:

- 1. Provided an easement satisfactory to the Cooperative for the new facilities:
- Paid in advance for the cost of the removal, if applicable, of the existing Cooperative Facilities
 plus any applicable cost for the engineering, materials, construction and relocation of the new
 facilities, including the Cooperative's costs and expenses of any related regulatory approvals,
 notifications, or other legal disputes and proceedings; and
- 3. The relocation complies with PUCT Substantive Rules, if applicable.

400.22.3 REQUEST FOR CHANGE TO COOPERATIVE FACILITIES

Upon request by an Applicant, the Cooperative may replace an existing overhead electric distribution line with an underground line provided that the Cooperative has:

- 1. Determined in its sole discretion that such replacement does not adversely impact electric service reliability or the Cooperative's operating efficiencies and is not prohibited by law or regulation;
- 2. Received an easement(s), in a form satisfactory to the Cooperative, for the construction, installation, maintenance, operation, replacement and/or repair of the underground Cooperative Facilities, at no cost to the Cooperative; and
- Received payment in advance for all costs of removal of the existing Cooperative Facilities and
 the full amount of the Cooperative's cost for the construction and installation of the new
 underground facilities, including the Cooperative's costs and expenses of any related regulatory
 approvals or other legal disputes and proceedings.

400.22.4 COOPERATIVE REQUIRED REMOVAL OR RELOCATION

If the Cooperative determines it is necessary to relocate existing Cooperative Facilities because a Member or any other Person fails or refuses to allow the Cooperative access to those Cooperative Facilities at any time, then the Member or any other Person may be billed the cost of such relocation and associated expenses.

If the Cooperative determines that a violation of a safety standard or other standard or requirement exists as it relates to the location of Cooperative Facilities, the Cooperative may relocate Cooperative Facilities or remove structures or perform other improvements within the Cooperative's easement that are causing the violation. The Member or other responsible Person will be required to pay for

Section 400: Line Extension Policy Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 43 of 91

all reasonable costs incurred by the Cooperative for the relocation or removal of Cooperative Facilities or other work required to address the violation(s).

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 44 of 91

500 RATES

500.1 MEMBER CHARGES, CREDITS AND ADJUSTMENTS

500.1.1 SERVICE AVAILABILITY CHARGE

APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

PURPOSE

This charge recovers the fixed portion of costs associated with providing services to the membership including, but not limited to, billing, metering, collections, customer service, maintenance and operations of distribution infrastructure, and other related costs.

RATE

This charge, per meter, will be applicable according to the Member's rate schedule.

500.1.2 EBILLING BILLING CREDIT

APPLICABILITY

This credit will be applicable to Residential, Farm and Ranch Service Members that choose to receive a paperless bill.

PURPOSE

This credit reimburses a Member for the cost not incurred to the Cooperative involved in mailing a paper bill each month.

RATE

This credit is:

\$ 1.00 per meter

500.1.3 EDRAFT BILLING CREDIT

APPLICABILITY

This credit will be applicable to Residential, Farm and Ranch Service Members that choose to pay as per Section 300.11.3.6, Bank Draft Payment Plan.

PURPOSE

This credit reimburses a Member for the cost not incurred to the Cooperative involved in processing a payment each month.

RATE

This credit is:

- \$ 1.50 per meter

500.1.4 DELIVERY CHARGE

APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

PURPOSE

This charge recovers the variable portion of costs associated with providing services to the membership including, but not limited to, billing, metering, collections, customer service, maintenance and operations of distribution infrastructure, and other related costs.

RATE

This charge, per kWh, will be applicable according to the Member's rate schedule.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 45 of 91

500.1.5 CAPACITY DEMAND CHARGE

APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

PURPOSE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

RATE

This charge, per maximum demand of power consumed, measured as the maximum demand during a fifteen (15) minute interval within the billing period, will be applicable according to the Member's rate schedule.

500.1.6 PEAK DEMAND CHARGE

APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

PURPOSE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

RATE

This charge, per kW, will be determined using the Peak Demand, measured on an hourly interval basis during the Time of Use Non-Summer Peak and in the Summer Peak and Summer Super Peak time periods, according to the Member's rate schedule.

500.1.7 BASE POWER CHARGE

APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

PURPOSE

This charge will be used to recover the Cooperative's actual cost of power purchased for the membership and other costs incurred in connection with the development and management of the Cooperative's power supply. Members may have the option to choose from either Flat Base Power Charge or Time-of-Use (TOU) Base Power Charge as defined below.

RATE

This charge, per kWh, will be applicable according to the Base Power Rate option selected by the Member and the Member's rate schedule.

The charge is calculated using the following formula:

(A + B) / kWhs

A = Total estimated budgeted cost of power purchased for the membership and other costs incurred in connection with the development and management of the Cooperative's power for the period. (excluding power cost for Industrial Power Service, Transmission Level Service, and the Community Solar Base Power Charge)

B = Total actual adjustments needed to account for over or under recovery of actual cost of power purchased for the previous period.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 46 of 91

kWhs = Total estimated energy sales for the period (excluding kWhs for the Industrial Power Service, Transmission Level Service, and the Community Solar Base Power Charge)

The options are as follows.

500.1.7.1 FLAT BASE POWER CHARGE APPLICABILITY

This charge option may be applicable to all rate schedules and programs except for Large Power Service, Transmission Level Service, and Industrial Power Service. The Flat Base Power Charge will be used for billing on Member accounts that do not choose the TOU Base Power Charge.

PURPOSE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

RATE

The charge is:

\$ 0.058500 per kWh

500.1.7.2 TIME-OF-USE BASE POWER CHARGE APPLICABILITY

This charge may be applicable to all rates schedules and programs except Unmetered Device Service, Interconnect Rate, Transmission Level Service, and Industrial Power Service.

PURPOSE

This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 47 of 91

RATE

The charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$ 0.055120
	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am – 5:00 am	\$ 0.039440
Summer (Jun. – Sep.)	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
	Normal	7:01 am - 12:00 pm 8:01pm - 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

500.1.8 TRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARGE APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

PURPOSE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RATE

This charge, per kWh or kW, will be applicable according to the Member's rate schedule. The options are as follows.

500.1.8.1 TRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARGE, PER KWH APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

RATE

The charge is:

\$ 0.023644 per kWh

The charge may be updated each June 1st and October 1st to align with forecasted costs.

500.1.8.2 TRANSMISSION COST OF SERVICE (TCOS) PASS THROUGH CHARGE, PER KW APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 48 of 91

RATE

This charge, per kW, will be determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals times the monthly charge. If the Member's demand is negative, the Member may receive a credit.

The charge will recover the actual cost as established by the Commission.

Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be as per Section 500.1.8.1 Transmission Cost of Service (TCOS) Pass Through Charge, per KWh.

500.1.9 COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA) APPLICABILITY

This adjustment applies to all Members enrolled in the Community Solar Rate.

PURPOSE

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

RATE

The adjustment, per kWh, will be determined as follows:

For all kWh sold to any Members enrolled in the Community Solar Rate, the community solar transmission cost adjustment (CSTCA) will be calculated as follows:

The charge may be updated each June 1st and October 1st to align with forecasted costs.

500.1.10 PRIMARY SERVICE ADJUSTMENT (PSA) APPLICABILITY

This adjustment may be applicable to all rate schedules corresponding to a Member receiving Primary Level Service. A Member receiving Primary Level Service must procure, install, and maintain all facilities and equipment beyond the Point of Interconnection at their expense and in accordance with the latest version of the NESC and NEC standards.

PURPOSE

This adjustment will be used to credit a Member receiving electric power and energy at Primary Service Level.

RATE

This adjustment will be based on the total amount due for the applicable charges incurred for the month. Applicable charges, according to the Member's rate schedule, are the Delivery, Capacity Demand, Peak Demand, Base Power, and TCOS Pass Through Charges. The adjustment will not apply to any other charges, fees, credits, or adjustments. The adjustment will be determined as follows:

PSA = - (Monthly sum of applicable charges) X 2%

500.1.11 RENEWABLE ENERGY RIDER CHARGE APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

PURPOSE

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 49 of 91

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

RATE

The charge is:

\$ 0.000430 per kWh

The pricing is based on the Texas Renewable Energy Credits Index and will be changed periodically to reflect current index pricing.

500.1.12 SUSTAINABLE POWER CREDIT

APPLICABILITY

This credit applies to all Members enrolled in the Interconnect Rate.

PURPOSE

This credit will be used to compensate a Member for Received Energy.

RATE

The credit per kWh of Received Energy is:

- \$0.069554

500.1.13 WHOLESALE ENERGY CREDIT

APPLICABILITY

This credit applies to all Members enrolled in the Interconnect Wholesale Energy Rate.

PURPOSE

This credit will be used to compensate a Member for Received Energy from an Interconnection fifty (50) kW AC or greater.

RATE

The credit, per kWh, will be determined as follows:

Wholesale Energy Credit = (Received Energy x Real Time Settlement Point Price at corresponding Load Zone)

500.1.14 FRANCHISE FEE

APPLICABILITY

Related to costs imposed by a Municipality under a valid franchise agreement with the Cooperative, this charge may be applicable to all Members served by the Cooperative inside a Municipality's corporate boundary. All franchise fees will be separately assessed for Members within the Municipality where the franchise fee is authorized. The franchise fee will appear on the bill as a separate line item.

RATE

This charge will be calculated by multiplying the franchise fee percentage assessed by the Municipality times the charges for energy and power sold and such other authorized charges to a Member (excluding any taxes and other authorized exclusions). Applicable sales tax may be assessed on franchise fee amounts.

500.1.15 SALES TAX

APPLICABILITY

This charge may be applicable to the Member in addition to the applicable Rates. Members claiming exemption from sales taxes should provide a sales tax-exemption form, acceptable to the Cooperative.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 50 of 91

500.1.16 COOPERATIVE OWNED LAMP CHARGE APPLICABILITY

This charge may be applicable to Cooperative owned outdoor lighting assets where the existing facilities, owned by either the Cooperative or the Member, are suitable for the installation of lighting. Cooperative owned outdoor lighting assets include lamps and lighting fixtures ("Cooperative Owned Area Lighting").

MAINTENANCE OR REPAIRS OF COOPERATIVE OWNED AREA LIGHTING

The Cooperative will own, install and maintain Cooperative Owned Area Lighting. Upon failure of any Cooperative Owned Area Lighting, such Lighting will be replaced by the Cooperative with LED lighting, and applicable charges may apply.

The Member will pay for costs of repairs including labor and materials for damage to Cooperative Owned Area Lighting resulting from an act of vandalism as determined by the Cooperative. The Member will be responsible for any costs of repairs including labor and materials for damage to existing facilities owned by the Member.

MEMBER REQUESTS

Relocate – The Member will pay for all costs, including labor and materials for the relocation of any Cooperative Owned Area Lighting and necessary facilities, subject to Section 400 Line Extension Policy.

Change Out – Any Member requesting to change out functional Cooperative Owned Area Lighting to LED lighting will pay the net book value of the existing Cooperative Owned Area Lighting including labor costs of change out as determined by the Cooperative. Following the change out, the Cooperative will adjust the Member's account(s) to reflect the appropriate rate.

Removal – Only applies to Cooperative Owned Area Lighting installed on Member-owned facilities. Any Member requesting the removal of Cooperative Owned Area Lighting must provide notice in writing to the Cooperative. The Member will be responsible for paying the net book value of the existing Cooperative Owned Area Lighting including labor costs of removal as determined by the Cooperative and any costs for disposal of the Cooperative Owned Area Lighting. Upon removal, the Member will be responsible for any costs associated with furnishing of new lamps or lighting fixtures including labor and installation and maintenance and repair. Following the removal, the Cooperative will adjust the Member's account(s) to reflect the appropriate rate.

Purchase – Only applies to Cooperative Owned Area Lighting installed on Member-owned facilities. Any Member requesting the purchase of Cooperative Owned Area Lighting must provide notice in writing to the Cooperative. The Member will be responsible for paying the net book value of the existing Cooperative Owned Area Lighting. Upon purchase, the Member will own the lamps or lighting fixtures, and be responsible for any maintenance and repair costs. Following the purchase, the Cooperative will adjust the Member's account(s) to reflect the appropriate rate.

RATE

The following charges will apply per lighting device:

Lamp Type:	Lighting Category:	Charge per Lamp:
LED 1	Lighting Type LA, 0 to 50 watts	\$9.22
LED 2	Lighting Type LB, 51 to 100 watts	\$19.22
HP 1*	Lighting Type LB, 51 to 100 watts	\$7.37
HP 2*	Lighting Type LE, 201 to 250 watts	\$14.39
MH*	Lighting Type LD, 151 to 200 watts	\$6.62
MV*	Lighting Type LD, 151 to 200 watts	\$6.62

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 51 of 91

LED - Light Emitting Diode

HPS – High Pressure Sodium; MH – Metal Halide;

MV - Mercury Vapor

* These lamps are no longer available for new installations.

500.1.17 POWER OF CHANGE

APPLICABILITY

This adjustment applies to all Members participating in PEC's voluntary on-bill round up and donation program. A participating Member may choose to discontinue at any time.

PURPOSE

This adjustment is used to raise funds to support community support programs and associated giving subject to the conditions in the Community Support and Power of Change Policy.

<u>RATE</u>

The total monthly bill will be rounded up to the nearest dollar.

500.1.18 CAPITAL CREDITS

APPLICABILITY

This adjustment may apply to all Members who have allocated capital credits.

PURPOSE

This adjustment will serve as the Cooperative's method to distribute a Member's share of the Cooperative's Net Operating Margins based upon each Member's purchases of electric service or energy, or as such Net Operating Margins may otherwise be allocated within a Member Class to a Member.

RATE

As approved by the Board of Directors.

500.1.19 MISCELLANEOUS PASS-THROUGH CHARGE

APPLICABILITY

This charge may be applicable to a Member if the Cooperative incurs a cost directly as a result of actions taken by or on behalf of the Member or for the strict benefit of such Member and not collected in another fee or rate schedule.

PURPOSE

This charge recovers the cost associated with a Member responsible for directly incurring the costs.

RATE

Actual cost incurred monthly.

500.1.20 DUAL FEED RIDER

APPLICABILITY

This charge may be applicable to any member with non-standard facilities requesting dual feed service which requires the reservation of electrical capacity on an additional electrical distribution feeder.

PURPOSE

This charge recovers the cost associated with the maintenance and operations of the electric distribution infrastructure and other related costs, excluding local facilities, for the reserved capacity on an additional electrical distribution feeder.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 52 of 91

CONDITIONS

A member requesting dual feed service through an automatic transfer will be billed the Reserve Capacity Charge. Per Section 400.9, Non-Standard Delivery Service and Facilities, Members requesting non-standard facilities will be responsible for all costs associated with the engineering, installation, maintenance, and material costs required to provide and maintain the non-standard facilities.

RATE

This monthly charge will be billed per kilowatt (kW) and determined using the highest annual non-coincidental peak demand measured on an hourly interval basis. The demand will remain unchanged for a 12-month period and adjusted upon review annually.

The monthly charge is:

\$5.20 per kW

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 53 of 91

500.2 RESIDENTIAL RATE SCHEDULES

500.2.1 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 54 of 91

500.2.2 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 55 of 91

500.2.3 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Net Energy
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivery Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 56 of 91

CONDITIONS

1. This Rate is available to any eligible Member who is not currently receiving the Sustainable Power Credit, provided that Member completes an enrollment application for the Community Solar Rate.

- 2. The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twelve (12) month enrollment commitment with an automatic renewal every twelve (12) months, unless otherwise terminated. If the Member submits a request to terminate enrollment, or the Cooperative determines the member is no longer eligible, this change in status will be effective at the beginning of the Member's next billing cycle after termination.
- 6. If an enrolled Member executes an Interconnection Agreement with PEC to install DG at the Member's premise, and they have received Permission to Operate (PTO), the Member will be exempt from fulfilling the original twelve (12) month commitment.
- 7. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 8. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

500.2.4 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 57 of 91

facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Net Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources. The pricing is based on the Texas Renewable Energy Credits Index and will be changed periodically to reflect current index pricing.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 58 of 91

CONDITIONS

1. This Rate is available to any eligible Member who is not currently receiving the Sustainable Power Credit, provided that Member completes an enrollment application for the Community Solar Rate.

- 2. The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twelve (12) month enrollment commitment with an automatic renewal every twelve (12) months, unless otherwise terminated. If the Member submits a request to terminate enrollment, or the Cooperative determines the member is no longer eligible, this change in status will be effective at the beginning of the Member's next billing cycle after termination.
- 6. If an enrolled Member executes an Interconnection Agreement with PEC to install DG at the Member's premise and they have received PTO, the Member may be exempt from fulfilling the original twelve (12) month commitment.
- 7. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 8. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 59 of 91

500.2.5 RESIDENTIAL, FARM AND RANCH SERVICE, TIME OF USE (TOU) BASE POWER CHARGE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 60 of 91

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer (Jan. – May and Oct. – Dec.)	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$ 0.055120
	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am - 12:00 pm 8:01pm - 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 61 of 91

500.2.6 RESIDENTIAL, FARM AND RANCH SERVICE, TIME OF USE (TOU) BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 62 of 91

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer (Jan. – May and Oct. – Dec.)	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$ 0.055120
	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am - 12:00 pm 8:01pm - 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 63 of 91

500.2.7 RESIDENTIAL, FARM AND RANCH SERVICE, INTERCONNECT RATE APPLICABILITY

This program applies to Residential Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG).

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 64 of 91

500.2.8 RESIDENTIAL, FARM AND RANCH SERVICE, INTERCONNECT RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This program applies to Residential Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG).

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources. The pricing is based on the Texas Renewable Energy Credits Index and will be changed periodically to reflect current index pricing.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 65 of 91

500.3 SMALL POWER RATE SCHEDULES

500.3.1 SMALL POWER SERVICE, FLAT BASE POWER CHARGE APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 66 of 91

500.3.2 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 67 of 91

500.3.3 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 68 of 91

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- This Rate is available to any eligible Member who is not currently receiving the Sustainable Power Credit, provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twelve (12) month enrollment commitment with an automatic renewal every twelve (12) months, unless otherwise terminated. If the Member submits a request to terminate enrollment, or the Cooperative determines the member is no longer eligible, this change in status will be effective at the beginning of the Member's next billing cycle after termination.
- 6. If an enrolled Member executes an Interconnection Agreement with PEC to install DG at the Member's premise and they have received PTO, the Member may be exempt from fulfilling the original twelve (12) month commitment.
- 7. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 8. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 69 of 91

500.3.4 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost	\$ 0.018915	kWh	Solar Received
Adjustment			
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 70 of 91

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member who is not currently receiving the Sustainable Power Credit, provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twelve (12) month enrollment commitment with an automatic renewal every twelve (12) months, unless otherwise terminated. If the Member submits a request to terminate enrollment, or the Cooperative determines the member is no longer eligible, this change in status will be effective at the beginning of the Member's next billing cycle after termination.
- 6. If an enrolled Member executes an Interconnection Agreement with PEC to install DG at the Member's premise and they have received PTO, the Member may be exempt from fulfilling the original twelve (12) month commitment.
- 7. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 8. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 71 of 91

500.3.5 SMALL POWER SERVICE, TIME OF USE (TOU) BASE POWER CHARGE APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 72 of 91

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer (Jan. – May and Oct. – Dec.)	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
	Normal	8:01 am - 4:00 pm 7:01 pm - 11:00 pm	\$ 0.055120
	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
Summer (Jun. – Sep.)	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
	Normal	7:01 am - 12:00 pm 8:01pm - 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 73 of 91

500.3.6 SMALL POWER SERVICE, TIME OF USE (TOU) BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 74 of 91

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am - 4:00 pm 7:01 pm - 11:00 pm	\$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am - 12:00 pm 8:01pm - 11:00 pm	\$ 0.045910
(0	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 75 of 91

500.3.7 SMALL POWER SERVICE, INTERCONNECT RATE APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This interconnect program applies to Small Power Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG).

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 76 of 91

500.4 LARGE POWER RATE SCHEDULES

500.4.1 LARGE POWER SERVICE

APPLICABILITY

This schedule applies to distribution service locations with a rolling twelve (12) month average demand of fifty (50) kW or greater, and who is not covered by another rate schedule. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is below fifty (50) kW in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Small Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is fifty (50) kW or greater.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 150.00	meter	month
Peak Demand Charge	\$ 6.74	kW	Peak Demand
TCOS Pass Through Charge	\$ 5.70	kW	4CP Demand
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

PEAK DEMAND CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs. This charge, per kW, will be determined using the Peak Demand, measured on an hourly interval basis during the Time of Use Non-Summer Peak and in the Summer Peak and Summer Super Peak time periods.

TCOS PASS THROUGH CHARGE

The TCOS Pass Through Charge recovers the actual cost as established by the Commission. This charge, per kW, is determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals, by the monthly charge. If the Member's demand is negative, the Member may receive a credit. Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be based on energy, per kWh.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 77 of 91

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Normal Oct. – Dec.)		8:01 am - 4:00 pm 7:01 pm - 11:00 pm	\$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am - 12:00 pm 8:01pm - 11:00 pm	\$ 0.045910
(00 00)	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 78 of 91

500.4.2 LARGE POWER SERVICE, WITH RENEWABLE ENERGY RIDER APPLICABILITY

This schedule applies to distribution service locations with a rolling twelve (12) month average demand of fifty (50) kW or greater, and who is not covered by another rate schedule. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is below fifty (50) kW in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Small Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is fifty (50) kW or greater.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 150.00	meter	month
Peak Demand Charge	\$ 6.74	kW	Peak Demand
TCOS Pass Through Charge	\$ 5.70	kW	4CP Demand
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

PEAK DEMAND CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs. This charge, per Kw, will be determined using the Peak Demand, measured on an hourly interval basis during the Time of Use Non-Summer Peak and in the Summer Peak and Summer Super Peak time periods.

TCOS PASS THROUGH CHARGE

The TCOS Pass Through Charge recovers the actual cost as established by the Commission. This charge, per Kw, is determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals, by the monthly charge. If the Member's demand is negative, the Member may receive a credit. Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be based on energy, per kWh.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 79 of 91

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Normal Oct. – Dec.)		8:01 am - 4:00 pm 7:01 pm - 11:00 pm	\$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am - 12:00 pm 8:01pm - 11:00 pm	\$ 0.045910
(00 00)	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 80 of 91

500.4.3 LARGE POWER SERVICE, INTERCONNECT WHOLESALE ENERGY RATE

APPLICABILITY

This program applies to Large Power Members with a Distributed Generation (DG) system or any Member with a DG system that is fifty (50) kW Alternating Current (AC) or greater of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 150.00	meter	month
Peak Demand Charge	\$ 6.74	kW	Peak Demand
TCOS Pass Through Charge	\$ 5.70	kW	4CP Demand
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Wholesale Energy Credit	See Note 2	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

PEAK DEMAND CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs. This charge, per kW, will be determined using the Peak Demand, measured on an hourly interval basis during the Time of Use Non-Summer Peak and in the Summer Peak and Summer Super Peak time periods.

TCOS PASS THROUGH CHARGE

The TCOS Pass Through Charge recovers the actual cost as established by the Commission. This charge, per kW, is determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals, by the monthly charge. If the Member's demand is negative, the Member may receive a credit. Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be based on energy, per kWh.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 81 of 91

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Normal Oct. – Dec.)		8:01 am - 4:00 pm 7:01 pm - 11:00 pm	\$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am - 12:00 pm 8:01pm - 11:00 pm	\$ 0.045910
(00 00)	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

NOTE 2: WHOLESALE ENERGY CREDIT

This credit will be used to compensate a Member for Received Energy from an Interconnection fifty (50) kW AC or greater. The credit, per kWh, will be determined as follows:

Wholesale Energy Credit = (Received Energy x Real Time Settlement Point Price at corresponding Load Zone)

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 82 of 91

500.5 INDUSTRIAL POWER SERVICE APPLICABILITY

This schedule applies to Members whose service level is not classified as Secondary, Primary, or Transmission level and whose uses are not covered by another specific rate schedule.

This schedule is not available to new Members or Applicants effective March 1, 2021.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 1,000.00	meter	month
Capacity Demand Charge	\$ 0.490000	kW	Capacity Demand
TCOS Pass Through Charge	See Note 1	kW	4CP Demand
Base Power Charge	See Note 2	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

CAPACITY DEMAND CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs. This charge, per maximum demand of power consumed, measured as the maximum demand during a fifteen (15) minute interval within the billing period.

NOTE 1: TCOS PASS THROUGH CHARGE

The TCOS Pass Through Charge recovers the actual cost as established by the Commission. This charge, per kW, is determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals, by the monthly charge. If the Member's demand is negative, the Member may receive a credit. Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be based on energy, per kWh.

NOTE 2: BASE POWER CHARGE

The cost of power to serve the Member, including capacity, ancillary services, delivery, energy, and fuel charges for the billing period plus adjustments applied to the current monthly billing to account for differences in actual purchased electricity costs billed in previous periods. These costs will be a direct pass through from the wholesale provider provided that the Member's billing units for power cost may be adjusted for line losses, as determined by the Cooperative, to calculate the Member's power cost at the wholesale supplier's metering point to the Cooperative.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 83 of 91

500.6 TRANSMISSION LEVEL SERVICE APPLICABILITY

This schedule applies to Members receiving power at transmission level voltage (sixty (60) KV or above).

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 1,000.00	meter	month
TCOS Pass Through Charge	See Note 1	kW	Delivered Energy
Base Power Charge	See Note 2	kWh	Delivered Energy

NOTE 1: TCOS PASS THROUGH CHARGE

The TCOS Pass Through Charge recovers the actual cost as established by the Commission. This charge, per kW, is determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals, by the monthly charge. If the Member's demand is negative, the Member may receive a credit. Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be based on energy, per kWh.

NOTE 2: BASE POWER CHARGE

The cost of power to serve the Member, including capacity, ancillary services, delivery, energy, and fuel charges for the billing period plus adjustments applied to the current monthly billing to account for differences in actual purchased electricity costs billed in previous periods. These costs will be a direct pass through from the wholesale provider provided that the Member's billing units for power cost may be adjusted for line losses, as determined by the Cooperative, to calculate the Member's power cost at the wholesale supplier's metering point to the Cooperative.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 84 of 91

500.7 RATE PROGRAMS

500.7.1 MILITARY BASE DISCOUNT

APPLICABILITY

The discount will be applicable in conjunction with the Member's rate schedule to any military base that the Cooperative serves, as required by the Texas Utilities Code. Sec. 36.354. The provisions of the applicable rate schedule are modified only as shown herein.

MONTHLY RATE

The amount due to the Cooperative will be reduced by twenty percent (20%), except for the Base Power and TCOS charges applicable to the Member, and excluding any adjustment factors, cost recovery factors, specific facilities charges, and service fees, as per the Member's rate schedule.

500.7.2 ECONOMIC DEVELOPMENT DISCOUNT PURPOSE

To encourage economic development, provide economic stimulus, and increase the competitiveness of communities in their economic development pursuits within the Lower Colorado River Authority (LCRA) service territory, the Cooperative will pass through an Economic Development Discount (EDD) available through the LCRA to qualifying Members.

APPLICABILITY

Subject to the conditions listed and confirmation of availability from LCRA, this discount applies to Large Power Service, Transmission Level Service, and Industrial Power Service Members with minimum LCRA supplied energy usage of two million two hundred thousand (2,200,000) kWh to a single site in the LCRA service territory.

CONDITIONS

To be eligible to receive an EDD, a Large Power Service, Transmission Level Service, or Industrial Level Service Member must meet the following requirements:

- 1. Member must have added a new location for electric service within LCRA's service territory or expanded an existing location for electric service with addition of a new metering point within the LCRA's service territory;
- 2. Service location must have appropriate metering equipment to record actual energy consumption;
- Member must have received economic development assistance, including but not limited to, tax incentives or grants, from cities, counties or other regional entities (Member must provide executed agreements that address various economic impact metrics such as job creation and investment requirements); and
- 4. Member must enter into a five (5) year agreement with the Cooperative in a form approved by the Cooperative, which may include, among other provisions, terms regarding minimum load requirements, purchase power requirements, metering data submission, economic impact reporting, and repayment provisions for failure to meet conditions of discount.

RATE

After the first year of Member's minimum annual usage of two million two hundred thousand (2,200,000) kWh served by the Cooperative through energy purchases from the LCRA at a single site within the LCRA service territory, and each year thereafter for no more than three (3) years, the discount will apply to reduce the Cooperative's total costs for providing service to the new service location in the amounts and terms described in an agreement entered into between the Cooperative

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 85 of 91

and the Member. The amount of the EDD for the Member will be equivalent to the reduction that the Cooperative receives from LCRA minus any associated cost of implementation.

AVAILABILITY

The discount will be available to applicable Members for no more than three (3) years.

500.7.3 COOPERATIVE-OWNED ELECTRIC VEHICLE PUBLIC CHARGE STATION RATE

APPLICABILITY

The rate is applicable to a Member or non-Member receiving electric service through a public electric vehicle charging station connected to the Cooperative's Delivery System and owned and/or operated by the Cooperative.

MONTHLY RATE

The following charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	Ten percent (10%)	n/a	total charges
Delivery Charge	Per Section 500.2.1.1	kWh	Delivered Energy
Base Power Charge	Per Section 500.1.7.2	kWh	Delivered Energy
TCOS Pass Through Charge	Per Section 500.1.8.1	kWh	Delivered Energy

<u>Service Availability Charge:</u> The charge will be ten percent (10%) of the total cost per kWh calculated on the sum of the Delivery, TCOS, and Base Power Charges as described in this section.

THE TOTAL COST PER KWH WILL BE THE SUM OF THE ABOVE CHARGES. CHARGES MAY BE SUBJECT TO ROUNDING AS REQUIRED BY THE BILLING SOFTWARE PROVIDER.

500.7.4 UNMETERED DEVICE SERVICE APPLICABILITY

This schedule applies to Members requesting Unmetered Service to lighting and non-lighting related devices owned, operated, and maintained by the Member or the Cooperative. Devices may not have a maximum power requirement of more than five hundred (500) watts.

CONDITIONS

To qualify for this service, the Member must comply with the following provisions:

- 1. Member must provide the technical specifications and location of device(s) installed;
- 2. Member must provide notice of any new device(s) installed or changes to approved devices by the Member within 48 hours of installation;
- 3. A maximum of one-hundred and fifty (150) individual devices can be aggregated to a single account; and
- 4. All approved devices must be located within the same Municipality for the assessment of any municipal franchise fee, if applicable.

UNAUTHORIZED DEVICES

Failure by Member to notify the Cooperative of any new devices may result in the Cooperative's refusal to continue service.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 86 of 91

If the Cooperative discovers any new and unauthorized devices installed by the Member, the Cooperative may make a billing adjustment to account for six (6) months of energy consumption for each unauthorized device.

If the Cooperative discovers any changes to authorized devices, such as a change in the device's category, already installed by the Member, the Cooperative will make a billing adjustment to account for the difference in energy consumption between the billed device and the unauthorized device for six (6) months of energy consumption for each unauthorized device.

500.7.4.1 UNMETERED LIGHTING DEVICE SERVICE BILLING DETERMINANTS

The Cooperative will place each lighting device in the categories below. Monthly consumption is based on a fifty (50) percent load factor.

Lighting Device Category and Monthly Energy Consumption			
Device Type LA	1 – 50 watts	18 kWh	
Device Type LB	51 – 100 watts	37 kWh	
Device Type LC	101 – 150 watts	55 kWh	
Device Type LD	151 – 200 watts	73 kWh	
Device Type LE	201 – 250 watts	91 kWh	

MONTHLY RATE

The following charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	account	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Base Power Charge	Per Section 500.1.7.1	kWh	Delivered Energy

<u>Service Availability Charge:</u> This charge is applicable if devices are not already included on a bill with a metered account. Otherwise, the account will be billed per this rate schedule.

The charge per lamp above is the monthly energy (kWh) multiplied by the calculated sum of the Delivery Charge and the Base Power Charge as described in this section.

Members with Cooperative-owned devices will be billed a lamp charge per Section 500.1.16 Cooperative Owned Lamp Charge.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

500.7.4.2 UNMETERED NON-LIGHTING DEVICE SERVICE BILLING DETERMINANTS

The Cooperative will place each non-lighting device in the categories below. Monthly consumption is based on a one hundred (100) percent load factor.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 87 of 91

Non-Lighting Device Category and Monthly Energy Consumption				
Device Type A	1 – 100 watts	73 kWh		
Device Type B	101 – 200 watts	146 kWh		
Device Type C	201 – 300 watts	219 kWh		
Device Type D	301 – 400 watts	292 kWh		
Device Type E	401 – 500 watts	365 kWh		

MONTHLY RATE

The following charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	account	month
Delivery Charge	\$ 0.010988	kWh	Delivered Energy
Base Power Charge	Per Section 500.1.7.1	kWh	Delivered Energy
TCOS Pass Through Charge	Per Section 500.1.8.1	kWh	Delivered Energy

<u>Service Availability Charge:</u> This charge is applicable if devices are not included on a bill with a metered account. Otherwise, the account will be billed per the applicable rate schedule.

The charge per device above is the monthly kWh multiplied by the calculated sum of the Delivery Charge, TCOS Charge, and the Base Power Charge as described in this section.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 88 of 91

500.8 FEE SCHEDULE

FEE	AMOUNT	SECTION
Open Records Fee – Staff research time	\$ 70.00 per hour	300.4
Open Records Fee – Copies	\$ 0.25 cents per page for any pages in excess of 10 pages	300.4
Open Records Fee – Other materials and services not included in research time and copies.	Actual cost	300.4
Subpoena Response Service Fee	\$ 70.00 / hour	300.4.1
Membership Fee	\$ 50.00	300.8.1
Establishment/Transfer Fee	\$ 50.00	300.8.3
Same Day Service Fee	\$ 125.00 – 8 AM to 5 PM on Business Days \$ 175.00 – All other times	300.9.3, 300.9.9
Late Payment Processing Fee	10 percent of unpaid amount	300.11.4
Reconnection Fee after Disconnection for Nonpayment	\$ 75.00	300.11.9
Loan Late Fee	The greater of \$ 7.50 or 7 percent	300.11.5
Return Check/Denied Bank Draft Fee	\$ 30.00	300.11.6
Meter Test Fee	\$ 100.00	300.13.4
Advanced Metering Opt-Out Program – Nonpayment Disconnect/Reconnect Fee	\$ 200.00	300.13.6
Advanced Metering Opt-Out Program – Meter Exchange Fee	\$ 200.00	300.13.6.1
Advanced Metering Opt-Out Program – Meter Reading and Processing Fees	\$ 30.00 monthly processing fee. \$3.50/mile meter reading trip charge	300.13.6.2
Meter Tampering Fee	\$ 500.00	300.13.7
Easement Release Review Fee	\$ 100.00 or actual cost, whichever is greater	300.15.1
Easement Obstruction Review Fee	\$775.00 or actual cost, whichever is greater	300.15.2
System Impact Fee	\$ 200.00	400.15
Planning Design or Redesign Fee	\$ 500.00 or actual cost, whichever is greater	400.16

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: March 1, 2025 Page 89 of 91

FEE	AMOUNT	SECTION
After Hours Service Fee	At cost	400.17
Miscellaneous Trip Fee	\$ 100.00	400.18
Franchise Fee	Varies depending on the Municipality	500.1.14
Distributed Generation Interconnection, 50	kW and under	
Application and Engineering Study Fee	\$ 250.00	600.4
Interconnect Agreement and Inspection Fee	\$ 250.00	600.4
Miscellaneous Trip Fee	\$ 100.00	600.4
Distributed Generation Interconnection, greater than 50 kW		
Application Fee	\$ 150.00	600.4
Interconnect Agreement and Inspection Fee	\$ 250.00	600.4
Engineering Study Fee	At cost	600.5
Miscellaneous Trip Fee	\$ 100.00	600.4

Section 600: Interconnection Policy Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 90 of 91

600 INTERCONNECTION POLICY

600.1 GENERAL

This Policy applies to the installation and parallel operation of Member owned Distributed Generation (DG).

While not regulated by the Commission on this subject, the Cooperative adopts as its requirements for safety, reliability, and operational rule the Commission's Substantive Rule 25.212 "Technical Requirements for Interconnection and Parallel Operation of On-Site Distributed Generation" as may be amended from time to time as the Cooperative's interconnection, operational, safety, and reliability rules, except for any portions of the substantive rule which refer to the Commission's form of an Interconnection Agreement or Tariff as may be amended from time to time. Should any provision of the adopted substantive rule and this Policy conflict, this Policy will control.

600.2 LIMITATIONS WITH REGARD TO METERS AND FACILITIES

A Member may serve all load behind the meter at the location of the interconnecting DG facility but will not be allowed to serve multiple meters, multiple consuming facilities or multiple Members with a single DG facility or under a single DG application.

600.3 COMPLIANCE WITH ALL LAWS, REGULATIONS, AND STANDARDS

A Member requesting to interconnect a DG facility to the Cooperative's Delivery System is responsible for and must follow, in addition to all provisions of this Policy, the Cooperative's Tariff and Business Rules, the policies and procedures of the Cooperative's power supplier where applicable, the policies and procedures of the interconnecting transmission provider where applicable, the rules and regulations of ERCOT and the Commission where applicable, the current IEEE 1547 Standard Guide for Distributed Generation Interconnection, other applicable IEEE standards, applicable ANSI standards, including ANSI C84.1 Range A and any other applicable governmental and regulatory laws, rules, ordinances or requirements. All legal, technical, financial, or other requirements in the following sections of this Policy must be met prior to interconnection of the DG facility to the Cooperative's system.

600.4 MEMBER REQUIREMENTS

APPLY FOR DG SERVICE

To begin the process of interconnecting a DG facility to the Cooperative's Delivery System, a Member must complete and submit an Application for Interconnection and Parallel Operation of Distributed Generation (DG).

APPLICATION AND ENGINEERING STUDY FEES

At the time of application for DG service, the Member will pay a refundable application and engineering study fee. The application and engineering study fee will recover the cost for the Cooperative to complete all work required to facilitate the Member's DG service prior to execution of an Interconnect Agreement, including an engineering study for DG interconnections under 50 kW AC. This fee may be refunded in the case that an Applicant's costs to interconnect a DG system would require Cooperative Delivery System upgrades as per the Line Extension Policy, Section 400. For DG interconnections greater than 50 kW AC, the cost of the engineering study is not included in the application fee, therefore the Applicant will be billed separately at cost. All fee amounts are per Section 500.8, Fee Schedule.

EXECUTE AN INTERCONNECT AGREEMENT

To interconnect a DG facility to the Cooperative's Delivery System, a Member must complete, submit, and have approved by the Cooperative an Interconnection Agreement for Parallel Operation of Distributed Generation (DG). The interconnection process and Interconnection Agreement are located on PEC's website.

PAY INTERCONNECT AGREEMENT AND INSPECTION FEES

The Member will pay a non-refundable Interconnect Agreement and inspection fee if executing an Interconnection Agreement for Parallel Operation of Distributed Generation (DG). The Interconnect

Section 600: Interconnection Policy Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 91 of 91

Agreement and inspection fee covers the cost for the Cooperative to complete all work required to facilitate the Member's DG service with the exception of any work required in the application process covered by the application fees or by Section 400.14 Service Upgrades to Existing Cooperative Facilities. A non-refundable Miscellaneous Trip Fee may be collected for any additional trip to the Member's property. All fee amounts are per 500.8, Fee Schedule.

600.5 COOPERATIVE REVIEW OF PROPOSED DG FACILITY

ENGINEERING STUDIES AND STUDY FEES

The Cooperative will conduct an engineering study, service study, coordination study and/or utility system impact study prior to interconnection of a DG facility. The scope of any such studies will be based on the characteristics of the particular DG facility to be interconnected and the Cooperative's Delivery System at the proposed location. Studies may be conducted by a qualified third party. For DG facilities greater than 50 kW AC, an estimate of the engineering study cost and an estimate of the time required to complete the study will be provided to the Member in advance as part of the application fees. If the cost of the study is in excess of the estimate the member will be required to pay actual cost in full.

LIABILITY

The Cooperative intends the review process and any inspections as a means to safeguard the Cooperative's facilities and personnel. The Member acknowledges and agrees that any review or acceptance of such plans, specifications and other information by the Cooperative will not impose any liability on the Cooperative and does not guarantee the adequacy of the Member's equipment or DG facility to perform its intended function. The Cooperative disclaims any expertise or special knowledge relating to the design or performance of generating installations and does not warrant the efficiency, cost-effectiveness, safety, durability, or reliability of such DG installations.

SYSTEM UPGRADES AND MODIFICATIONS TO COOPERATIVE FACILITY

If interconnection of a particular DG facility will require material capital upgrades to the Cooperative' Delivery System as determined by the engineering study, the Cooperative will provide the Member with an estimate of the schedule and Member's cost for the upgrade. If the Member desires to proceed with the upgrade, the Member will be responsible for all costs associated with the upgrade in accordance with Section 400.14 Service Upgrades to Existing Cooperative Facilities.

GENERAL SAFETY AND RELIABILITY

The Cooperative reserves the right to require additional safety, reliability and/or operational equipment and/or measures beyond that required by the referenced Substantive Rule where its engineering study determines that such equipment and/or operational measures are required. In such cases, the Member will be responsible for the cost of such equipment and/or operational measures.

DG FACILITY ACCESS

The Cooperative has the right to access the area where the disconnect switch for the DG facility is installed for purposes of testing and/or operating the disconnect switch. Such entry onto the Member's property may be without notice.

If the Member erects or maintains locked gates or other barriers, the Member will furnish the Cooperative with convenient means to circumvent the barrier for full access.

METERING

The Member location will be metered in accordance with Section 300.13, Measurement and Metering of Service. Depending on the size and registration status of the DG facility with ERCOT additional meter requirements may be necessary.



Pedernales Electric Cooperative

PO Box 1 Johnson City, TX 78636

File #: 2025-007, Version: 1

Resolution - Approval to Amend Tariff and Business Rules - Base Power Charge, Sustainable Power Credit, Service Availability Charge & Delivery Charge, Single & Three-Phase Rates, Lamp Charges - W Symank/R Kruger

Submitted By: Randy Kruger Department: Chief Financial Officer

Financial Impact and Cost/Benefit Considerations:

Base Power Charge

The Base Power Charge is a pass-through of costs incurred in connection with the development and management of Pedernales Electric Cooperative, Inc.'s (the Cooperative) power supply, which serves the membership's electric energy requirements. Given the Cooperative's forecasted expense for power, an increase is necessary to ensure adequate cost recovery. The increase of revenue from the recommended adjustment to the Base Power Charge is forecast to be approximately \$17.5M in 2025; expenditures of staff time is not anticipated to be impacted.

Sustainable Power Credit

Expenditure of Cooperative funds is not anticipated to be impacted; expenditure of staff time is not anticipated to be impacted.

Service Availability Charge & Delivery Charge

Recommended changes to the Residential Delivery and Service Availability Charges (SAC) are calibrated to recover the Cooperative's forecasted expenses and are adjusted to align this revenue more closely with the fixed costs incurred. Given the projected revenue requirements, an increase in revenue is necessary, and these adjustments in aggregate are forecast to produce approximately \$12M in additional revenue during 2025; expenditure of staff time is not anticipated to be impacted.

Single & Three-Phase Rates

Recommended changes to the Small Power Delivery and Service Availability Charges are calibrated to recover the Cooperative's forecasted expenses and are adjusted to align this revenue more closely with the attributed costs by each type of service. The decrease in revenue from these adjustments in aggregate is forecast to be approximately \$4M in 2025; expenditures of staff time is not anticipated to be impacted.

Lamp Charge

Recommended recission of addition of lighting types. The decrease in revenue from these adjustments in aggregate is forecast to be approximately \$3,000 in 2025; expenditures of staff time is not anticipated to be impacted.

Base Power Charge

The Tariff and Business Rules of the Cooperative (the Tariff) currently include a Base Power Charge which recovers the purchased power and other costs incurred in connection with the development and management of the Cooperative's power supply to serve the membership's electric energy requirements.

The Base Power Charge attributable to purchased power cost is largely driven by the energy and ancillary service costs in the ERCOT market as well as the ERCOT market performance of the generation fleet and

File #: 2025-007, Version: 1

portfolio of the Cooperative's primary power supplier the Lower Colorado River Authority. Given the ERCOT market outlook, an increase of \$0.003400/kWh to the amount of the Base Power Charge is recommended to ensure adequate cost recovery. This increase will be added to the Flat Base Power Charge and the Time-Of-Use Base Power Charge beginning on March 1, 2025.

Charges:	Current Amount:	Proposed Amount:
Flat Base Power Charge	\$ 0.058500	\$ 0.061900

Season	Time of Use	Period	Current Charge per kWh	Proposed Charge per kWh
Non-Summer (Jan May and Oct Dec.)	Super Econo	2:01 am - 4:	(\$ 0.040910	\$0.044895
	Economy	11:01 pm - 2 4:01 am - 5:	2\$ 0.050270 (\$0.046671
	Normal	8:01 am - 4: 7:01 pm - 1	(\$ 0.055120 1	\$0.052527
	Peak	5:01 am - 8: 4:01 pm - 7:	\$ 0.061710	\$0.061350
Summer (Jun Sep.)	Super Econo	3:01 am - 5:	(\$ 0.039440	\$0.038387
	Economy	11:01 pm - 3 5:01 am - 7:	3\$ 0.041440 (\$0.039905
	Normal	7:01 am - 12 8:01pm - 11	2\$ 0.045910 :	\$0.047026
	Peak	12:01 pm - 2 6:01 pm - 8:	2\$ 0.059100 (\$0.091961
	Super Peak	2:01 pm - 6:	(\$ 0.119310	\$0.096305

The net impact to most members will be an increase of approximately \$4.25 per month for an average member that uses 1,250 kWhs per month. This will be a 2.7% net increase to the average member's monthly bill.

Tariff amendment and effective date is shown below:

Base Power Charge, Section 500.1.7 - Effective for all bills March 1, 2025.

Sustainable Power Credit

The Cooperative's Rate Policy requires a Cost-of-Service Study to be conducted at regular intervals to guide rate design and as an input to the Rate Plan. The Rate Plan defines how the Cooperative anticipates recovering its costs from members for services provided during the upcoming year. The proposed 2025 Rate Plan references review of the Sustainable Power Credit - Interconnect Rate.

As a component of the Interconnect Rate, the Sustainable Power Credit is designed to pay solar members for their excess power at the market value of power plus any system benefit. The Sustainable Power Credit is updated annually to ensure that this credit compensates eligible Members for received energy, and closely aligns with the benefit to the Cooperative. After review, the recommendation is to adjust the Tariff and Business Rules (the "Tariff") as to "Sustainable Power Credit" Section 500.1.12 by increasing the Sustainable

File #: 2025-007, Version: 1

Power Credit from: - \$0.069554 to - \$0.082666 per kWh.

Tariff amendment and effective date is shown below:

Sustainable Power Credit, Section 500.1.12 - Effective for all bills March 1, 2025.

Service Availability Charge & Delivery Charge

The Tariff of the Cooperative currently includes the SAC and the Delivery Charge, which are fixed and variable recovery mechanisms respectively, that together recover the Cooperative's costs associated with providing distribution services to the membership including, but not limited to, billing, metering, collections, customer service, maintenance and operations of distribution infrastructure, and other related costs.

The fixed cost of distribution infrastructure is recovered using a combination of fixed and variable charges. The SAC is a fixed monthly charge, and the Delivery Charge is variable based on kWh delivered. To ensure proper matching of expenses to cost recoveries fixed costs should be recovered through fixed charges like the SAC and variable costs should be recovered through volumetric based charges like the Delivery Charge, thereby reducing variable revenue and increasing fixed revenue. The recommendation is an increase in the SAC and a decrease in the Delivery Charge.

Charges:	Current Amount:	Proposed Amount:
Service Availability Charge	\$ 22.50	\$ 32.50
Delivery Charge	\$ 0.028405	\$ 0.022546

Given the level of forecasted costs, a net increase in revenue is recommended to ensure adequate cost recovery. The net impact to most members will be an increase of approximately \$2.68 per month for an average member that uses 1,250 kWhs per month. This proposal does not affect eBilling or eDraft credits of \$1.00 and \$1.50 per month, respectively.

Tariff amendment and effective date is shown below:

- Service Availability Charge, Section 500.2 Effective for all bills March 1, 2025.
- Delivery Charge, Section 500.2 Effective for all bills March 1, 2025.

Single & Three-Phase Rates

The Tariff of the Cooperative currently includes the SAC and the Delivery Charges for the Small Power rate class, which are fixed and variable recovery mechanisms that together recover the Cooperative's costs associated with providing services to the membership including, but not limited to, billing, metering, collections, customer service, maintenance and operations of distribution infrastructure, and other related costs.

Among the existing Small Power rate class, approximately 24,000 members receive single-phase service and approximately 9,000 receive three-phase service. Significant differences exist in the usage patterns between single-phase and three-phase service, causing a divergence in the revenue requirement between these two member groups.

Current Small Power Charges:	Amount:
Service Availability Charge	\$ 37.50
Delivery Charge	\$ 0.021977

The proposed adjustments would address potential over/under recovery between these member groups and is expected to bring the Small Power rate class in line with its aggregate revenue requirement. In doing so, we expect an overall revenue impact in 2025 of approximately -0.4% of total revenues for the Cooperative.

File #: 2025-007, Version: 1

Proposed Small Power Single-Phase Charges:	Amount:
Service Availability Charge	\$ 37.50
Delivery Charge	\$ 0.007849

Proposed Small Power Three-Phase Charges:	Amount:
Service Availability Charge	\$ 57.50
Delivery Charge	\$ 0.026506

The net impact to Small Power single-phase members will be a decrease of approximately \$13.41 per month for an average member that uses 1,250 kWh per month.

The net impact to Small Power three-phase members will be an increase of approximately \$39.82 per month for an average member that uses 2,500 kWh per month.

Tariff amendment and effective date is shown below:

- Service Availability Charge, Section 500.3 Effective for all bills March 1, 2025.
- Delivery Charge, Section 500.3 Effective for all bills March 1, 2025.

Lamp Charges

The Cooperative previously approved an amendment to the Tariff and Business Rules in March 2024 (2024-068) to add two (2) new lighting types, LED 1-S and LED 2-S to Section 500.1.16. The effective date scheduled for this change was originally June 1, 2024. In May 2024, the Cooperative by resolution (2024-153) extended the effective date for such changes until January 2025. The Cooperative wishes to consider rescinding implementation of such changes.

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that it approves the amendments to the Cooperative's Tariff and Business Rules as attached hereto with such changes, if any, as were approved by the Board, to become effective upon Board approval, unless otherwise specified in the Tariff and Business Rules; and

BE IT FURTHER RESOLVED that the Cooperative approves the recission of the prior resolutions referenced herein with respect to the additions of lighting types to the Cooperative's Tariff and Business Rules and that all actions taken prior to the date herein by the officers and duly authorized agents of the Cooperative in connection with such resolution, be ratified, confirmed, and approved; and

BE IT FURTHER RESOLVED that the Chief Executive Officer, or designee, is authorized to take all such actions as needed to implement this resolution.



2025 Rate Resolutions

Randy Kruger, Jr. 1 CFO

Rate Resolutions for Consideration

- As an electric cooperative, PEC's sole source of funding for its retail and distribution operations is member rates. Accordingly, all rates must be designed to recover costs and avoid subsidization among members.
- We are asking the Board to consider two broad categories of rate resolutions impacting 2025:
- 1. System Cost Based Rates—These are rates designed to recover the cost to operate our distribution system which are calculated based on the results of our triennial cost of service study. We updated our cost of service study this year in accordance with our 3-year cycle.
 - Residential—Increase Service Availability Charge (fixed) and reduce Delivery Charge (variable) to better match rate structure to fixed/variable operating cost structure.
 - Small Power—Adjust Service Availability and Delivery charges between small power single-phase and three-phase rate classes to address cross subsidization between member classes.
- 2. Market Based Rates—these are categories of rates where observable changes in market rates paid by PEC are used to set member rates
 - Base Power Cost Adjust pass-through due to changes in the cost of power within the ERCOT market
 - Sustainable Power Credit Increase due to changes in the cost of power within the ERCOT market

Components of a PEC Bill

Current Activity		
Service Availability Charge		\$22.50
Delivery Charge	1,250 kWh @ \$0.028405	\$35.51
Base Power Cost	1,250 kWh @ \$0.058500	\$73.13
TCOS Pass-Through Charge	1,250 kWh @ \$0.019554	\$24.44
eBilling Credit		-\$1.00
eBilling Draft		-\$1.50
Current Charges		\$153.07

Service Availability Charge

Fixed charge mechanism recovers services and distribution cost.

Delivery Charge

Variable charge mechanism recovers services and distribution cost.

Power Costs

Recovers cost to procure power and associated costs

TCOS Pass Through

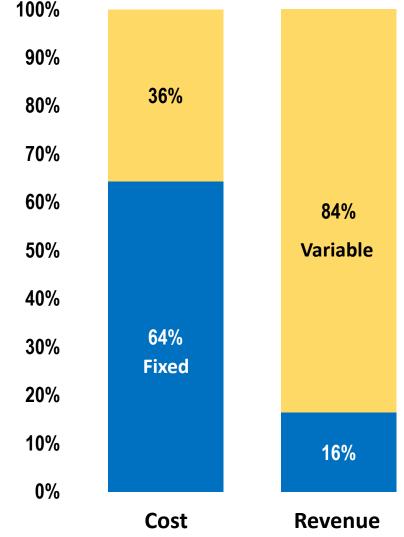
Recovers access charges for the ERCOT transmission system

System Cost Based Rates

Residential Delivery and Service Availability Charges

Issue: Adjustments needed to better align between fixed cost, variable cost and the associated revenues

- Power volumes change based on weather and member usage patterns, resulting in fluctuations in variable revenues
- The fixed Service Availability Charge (SAC) is unchanged regardless of volumes delivered
- Unchanging costs like debt service, facilities, taxes or similar fixed charges may not be fully recovered or may be over recovered if tied to variable volumes
- To ensure proper matching of expenses to cost recoveries fixed costs should be recovered through fixed charges like the SAC and variable costs should be recovered through volumetric based charges like the Delivery Charge
- This ensures:
 - Members are not over or undercharged to recover cost
 - PEC financial stability and credit rating

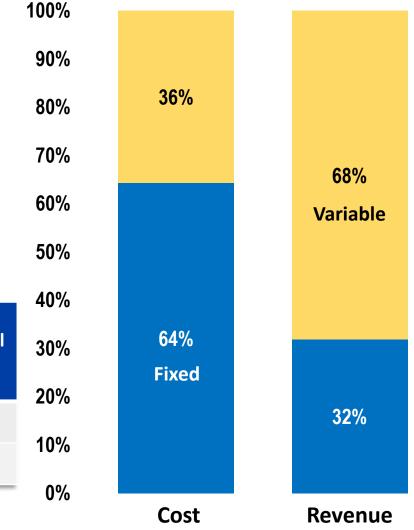


Recommendation: Reduce Variable Revenues and Increase Fixed Revenues

- Will reduce subsidies as small end-users are added to PEC system through build out of multifamily housing
- Increase Service Availability Charge which is a source of fixed revenue
- Reduce Delivery Charge which is a source of variable revenue
- Typical residential bill impact of \$2.68/month

Charges	Current	Proposed	Difference	Monthly Bill Impact**
Service Availability Charge	\$20.00*	\$30.00*	\$10.00	\$10.00
Delivery Charge	\$0.028405	\$0.022546	-\$0.00586	-\$7.32

^{*\$20.00} after eBilling and eDraft credits *\$30.00 for the basic billing package

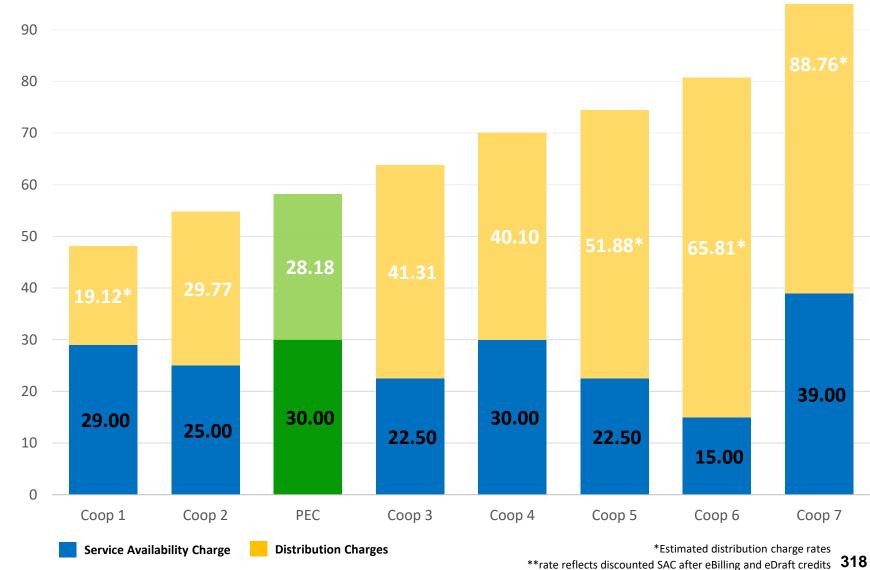


^{**}Calculated based on monthly usage of 1,250 kWh

Residential Delivery and Service Availability Charges

Benchmarking

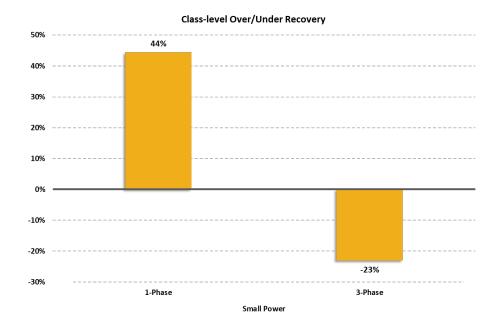
- Fixed cost of distribution infrastructure is recovered using combo of fixed/variable charges
 - Service Availability Charge (\$/month)
 - Delivery Charge (\$/kW)
- Both charges lower than surrounding co-ops
- Adjustments would bring fixed charge profile in line with comparable utilities
- Service Availability Charge increase offset by Delivery Charge reduction



Small Power: Single-Phase and Three-Phase

Issue: Single-Phase Subsidizing 3-phase

- Approximately 24,000 small power members are Single-Phase Service; 9,000 are Three-Phase Service
- Differences between usage patterns is causing a significant divergence between the revenue requirement for single-phase and three-phase.



Recommendation: Small Power Members

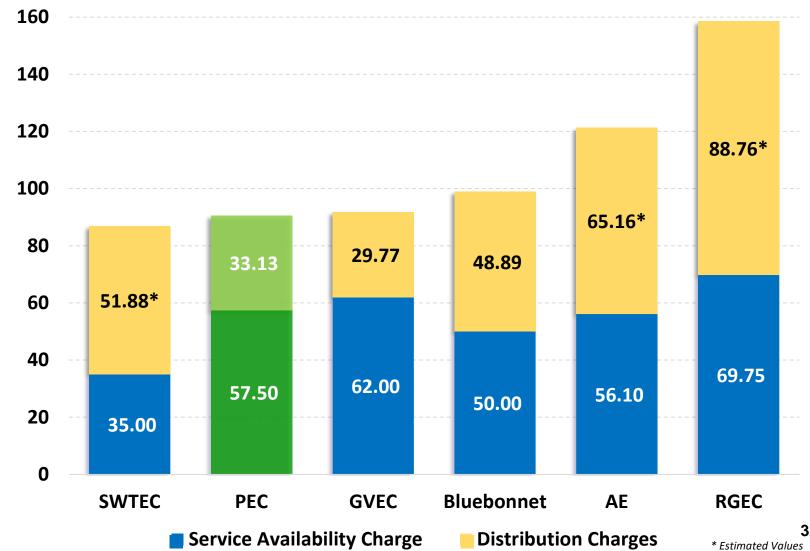
- Increase the SAC and delivery charge for three-phase to \$57.50 and \$0.026506
- Decrease the delivery charge for single-phase to \$0.0079849
- No change for single-phase SAC.
- Addresses inequities without materially affecting revenues.

Recommended Service Availability Charge		Recommended Delivery Charge		
1-Phase	3-Phase	1-Phase	3-Phase	
\$37.50	\$57.50	\$0.007849	\$0.026506	

Small Power: Single-Phase vs. Three-Phase Service

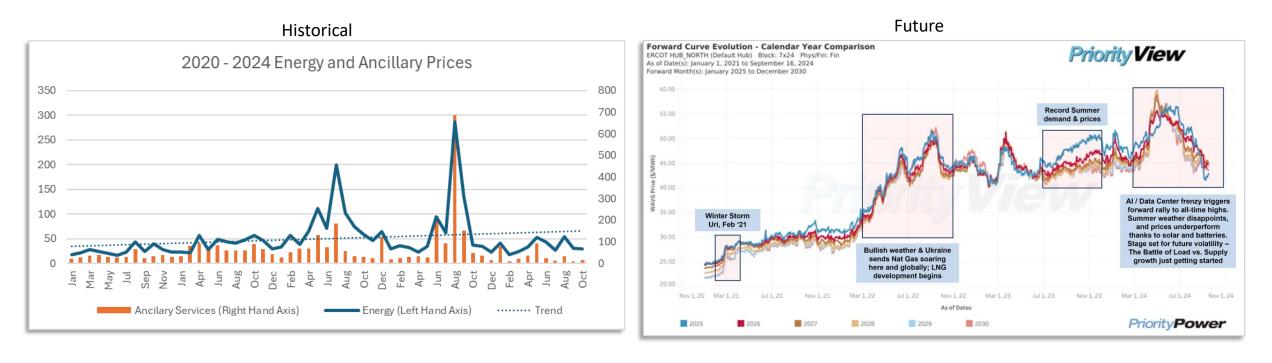
Benchmarking

- Six utilities identified for Small Power: Three-Phase Service
- Excluding high and low, observed a Service **Availability Charge** ranging from \$50 - \$62
- Recommend adjusting to a Service Availability Charge close to midpoint



Market Based Rates

Base Power Cost Increase Due to Rising Power Prices



- Wholesale power costs and ancillary prices in ERCOT have been increasing since 2020
- ERCOT implemented additional ancillary service charges in 2023 adding \$12B in costs to ERCOT market and ratepayers
- This increased the outlook for future prices, placing upward pressure on PEC's base power cost
- Wholesale power costs are a direct pass-through to the membership, PEC does not collect a margin

Base Power Cost (Flat and Time-of-Use)

- Under PEC's tariff the base power cost is determined by formula
- The base power cost is a function of budgeted power costs for the next year plus or minus adjustments to recover or return variances between prior year budgeted and collected power costs
- The cost is converted to an hourly charge by dividing by the budgeted volumes

(budgeted power costs ± previous under or over recoveries) / budgeted volumes (\$455 M + \$12 M) / 7,547 GWh = \$0.0619/kWh

Sustainable Power Credit Adjustment

Increase credit from \$0.069554 to \$0.08267 per kWh

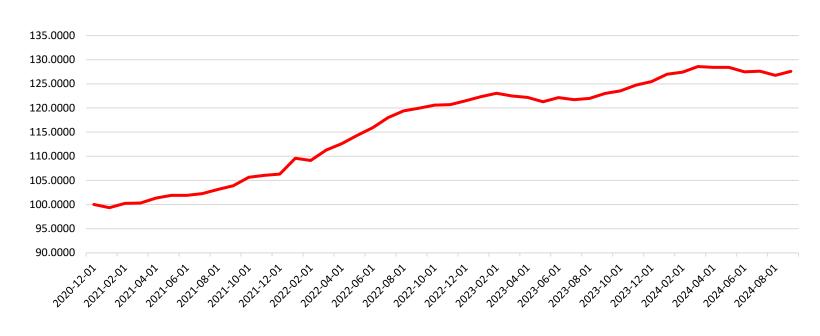
					3-Year Average	3-Year Average
Item	2020	2021	2022	2023	2020-2022	2021-2023
Avoided Energy Costs	\$ 41.32	\$ 68.85	\$ 129.41	\$ 97.66	\$ 79.86	\$ 98.64
Avoided Ancillary Services Costs	1.85	14.51	5.51	6.30	7.24	8.77
Avoided Transmission Costs	22.60	23.08	21.35	21.36	21.65	21.93
Avoided Capacity or Demand Costs	1	-	-	-	-	-
Avoided Distribution Costs	1	-	-	-	-	-
Avoided Regulatory Costs	1	-	-	-	-	-
Value of Distributed Generation	\$ 65.77	\$ 106.44	\$ 156.27	\$ 125.32	\$ 108.75	\$ 129.34
Sustainable Power Credit (\$/kWh)					\$ 0.069554	\$ 0.082666

- Sustainable Power Credit adjusts annually
- Calculated from the three-year average avoided costs of energy, ancillary service, and transmission
- Members with distributed generation (DG) less than 50 kW receive the credit for all surplus generation delivered to PEC's distribution system

Summary Impacts of Proposed Rate Changes

Electricity Cost Trends

CPI - Electricity in U.S. City Average (Index YE 2020 = 100), Monthly, Seasonally Adjusted



CPI Comparison

CPI Electricity Price Growth YE 2020 - Present	Aggregate 27.6%
PEC Rate Growth YE 2020 - Present	17.0%
Base Power	25.8%
TCOS	33.5%
Delivery Charge	4.7%
Service Availability Charge	0.0%

- Electricity CPI on constant upward trajectory since 2021, growing 28%
- PEC rate growth is substantially below national average
 - Most growth from TCOS and Base Power
- PEC Delivery and Service Availability Charges have remained stable. Through prudent cost management, PEC
 has kept cost increases lower than overall system growth

Bill Impact of Base Power and SAC/Distribution Rate Changes

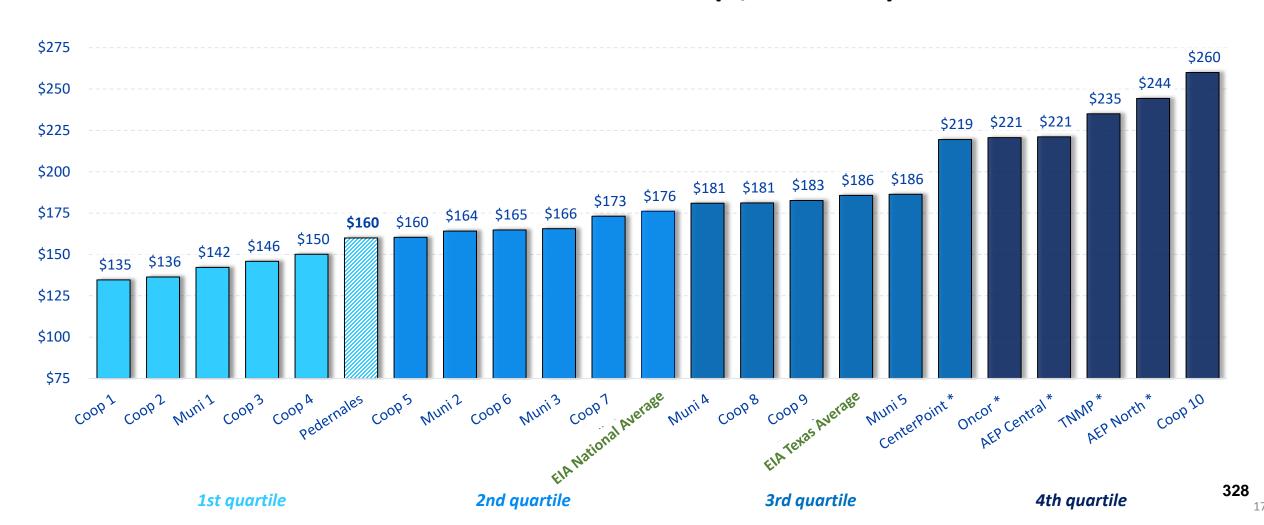
- Service Availability Charge, currently set at \$22.50 (*\$20.00 after eBilling and eDraft credits)
- For consideration, adjusting the SAC to \$32.50 (*\$30.00 for the basic billing package)

Charges	Current	Proposed	Difference	Monthly Bill Impact**
Service Availability Charge	\$20.00*	\$30.00*	\$10.00	\$10.00
Delivery Charge	\$0.028405	\$0.022546	-\$0.00586	-\$7.32
Base Power Charge	\$0.058500	\$0.061900	\$0.003400	\$4.25

• Net increase of 4.5%, or \$6.93/month due primarily to base power increase

Residential Rate Comparisons

Residential rates modeled as of March 2025 (1,250 kWh)





pec.coop

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 44 of 106

The options are as follows.

500.1.7.1 FLAT BASE POWER CHARGE APPLICABILITY

This charge option may be applicable to all rate schedules and programs except for Large Power Service, Transmission Level Service, and Industrial Power Service. The Flat Base Power Charge will be used for billing on Member accounts that do not choose the TOU Base Power Charge.

PURPOSE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

RATE

The charge is:

\$ 0.058500\$ 0.061900 -per kWh

500.1.7.2 TIME-OF-USE BASE POWER CHARGE APPLICABILITY

This charge may be applicable to all rates schedules and programs except Unmetered Device Service, Interconnect Rate, Transmission Level Service, and Industrial Power Service.

PURPOSE

This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

The charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	<u>\$0.044895</u> \$ <u>0.040910</u>
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	<u>\$0.046671</u> \$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	<u>\$0.052527</u> \$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	<u>\$0.061350</u> \$ 0.061710
	Super Economy	3:01 am – 5:00 am	\$0.038387 \$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	<u>\$0.039905</u> \$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	<u>\$0.047026</u> \$ 0.045910
1-7	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	<u>\$0.091961</u> \$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	<u>\$0.096305</u> \$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 50 of 106

500.2 RESIDENTIAL RATE SCHEDULES

500.2.1 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500 <u>\$</u> 0.061900	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 51 of 106

500.2.2 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE. WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500 <u>\$</u>	kWh	Delivered Energy
	0.061900		
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 52 of 106

500.2.3 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500 <u>\$</u> 0.061900	kWh	Net Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 53 of 106

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 54 of 106

500.2.4 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Monthly charges will apply.			
Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500 <u>\$</u> 0.061900	kWh	Net Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 55 of 106

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources. The pricing is based on the Texas Renewable Energy Credits Index and will be changed periodically to reflect current index pricing.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 56 of 106

500.2.5 RESIDENTIAL, FARM AND RANCH SERVICE, TIME OF USE (TOU) BASE POWER CHARGE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area
Effective Date: October 1, 2024March 1, 2025

Page 57 of 106

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	<u>\$0.044895</u> \$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	<u>\$0.046671</u> \$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	<u>\$0.052527</u> \$ 0.055120
OGI. DGG.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	<u>\$0.061350</u> \$ 0.061710
	Super Economy	3:01 am – 5:00 am	\$0.038387 \$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	<u>\$0.039905</u> \$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	<u>\$0.047026</u> \$ 0.045910
(= ====,	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	<u>\$0.091961</u> \$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	<u>\$0.096305</u> \$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 58 of 106

500.2.6 RESIDENTIAL, FARM AND RANCH SERVICE, TIME OF USE (TOU) BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 59 of 106

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	<u>\$0.044895</u> \$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	<u>\$0.046671</u> \$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	<u>\$0.052527</u> \$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	<u>\$0.061350</u> \$ 0.061710
	Super Economy	3:01 am – 5:00 am	\$0.038387 \$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	<u>\$0.039905</u> \$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	<u>\$0.047026</u> \$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	<u>\$0.091961</u> \$ <u>0.059100</u>
	Super Peak	2:01 pm – 6:00 pm	<u>\$0.096305</u> \$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 60 of 106

500.2.7 RESIDENTIAL, FARM AND RANCH SERVICE, INTERCONNECT RATE

APPLICABILITY

This program applies to Residential Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG), Section 700.6.

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$-0.058500 <u>\$</u>	kWh	Delivered Energy
	<u>0.061900</u>		
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 61 of 106

500.2.8 RESIDENTIAL, FARM AND RANCH SERVICE, INTERCONNECT RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This program applies to Residential Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG), Section 700.6.

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500 <u>\$</u> 0.061900	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources. The pricing is based on the Texas Renewable Energy Credits Index and will be changed periodically to reflect current index pricing.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 62 of 106

500.3 SMALL POWER RATE SCHEDULES

500.3.1 SMALL POWER SERVICE, FLAT BASE POWER CHARGE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500 <u>\$</u>	kWh	Delivered Energy
	<u>0.061900</u>		
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 63 of 106

500.3.2 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$-0.058500 <u>\$</u>	kWh	Delivered Energy
	0.061900		
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 64 of 106

500.3.3 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500 <u>\$</u> 0.061900	kWh	Delivered Energy
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 65 of 106

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- 2. The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 66 of 106

500.3.4 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500 <u>\$</u> 0.061900	kWh	Delivered Energy
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 67 of 106

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- 2. The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024 March 1, 2025

Page 68 of 106

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 69 of 106

500.3.5 SMALL POWER SERVICE, TIME OF USE (TOU) BASE POWER CHARGE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 70 of 106

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	<u>\$0.044895</u> \$ <u>0.040910</u>
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	<u>\$0.046671</u> \$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	<u>\$0.052527</u> \$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	<u>\$0.061350</u> \$ 0.061710
	Super Economy	3:01 am – 5:00 am	\$0.038387 \$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	<u>\$0.039905</u> \$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	<u>\$0.047026</u> \$ 0.045910
(00	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	<u>\$0.091961</u> \$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	<u>\$0.096305</u> \$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 71 of 106

500.3.6 SMALL POWER SERVICE, TIME OF USE (TOU) BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 72 of 106

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	<u>\$0.044895</u> \$ <u>0.040910</u>
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	<u>\$0.046671</u> \$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	<u>\$0.052527</u> \$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	<u>\$0.061350</u> \$ 0.061710
	Super Economy	3:01 am – 5:00 am	\$0.038387 \$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	<u>\$0.039905</u> \$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	<u>\$0.047026</u> \$ 0.045910
(00	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	<u>\$0.091961</u> \$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	<u>\$0.096305</u> \$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 73 of 106

500.3.7 SMALL POWER SERVICE, INTERCONNECT RATE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This interconnect program applies to Small Power Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG), Section 700.6.

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500 <u>\$</u>	kWh	Delivered Energy
	0.061900		
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 74 of 106

500.4 LARGE POWER RATE SCHEDULES

500.4.1 LARGE POWER SERVICE

APPLICABILITY

This schedule applies to distribution service locations with a rolling twelve (12) month average demand of fifty (50) kW or greater, and who is not covered by another rate schedule. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is below fifty (50) kW in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Small Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is fifty (50) kW or greater.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 150.00	meter	month
Peak Demand Charge	\$ 6.74	kW	Peak Demand
TCOS Pass Through Charge	\$ 5.70	kW	4CP Demand
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

PEAK DEMAND CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs. This charge, per kW, will be determined using the Peak Demand, measured on an hourly interval basis during the Time of Use Non-Summer Peak and in the Summer Peak and Summer Super Peak time periods.

TCOS PASS THROUGH CHARGE

The TCOS Pass Through Charge recovers the actual cost as established by the Commission. This charge, per kW, is determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals, by the monthly charge. If the Member's demand is negative, the Member may receive a credit. Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be based on energy, per kWh.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 75 of 106

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	<u>\$0.044895</u> \$ 0.040910
Non-Summer (Jan. – May and Oct. – Dec.)	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	<u>\$0.046671</u> \$ 0.050270
	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	<u>\$0.052527</u> \$ 0.055120
	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	<u>\$0.061350</u> \$ 0.061710
	Super Economy	3:01 am – 5:00 am	\$0.038387 \$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	<u>\$0.039905</u> \$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	<u>\$0.047026</u> \$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	<u>\$0.091961</u> \$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	<u>\$0.096305</u> \$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 76 of 106

500.4.2 LARGE POWER SERVICE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations with a rolling twelve (12) month average demand of fifty (50) kW or greater, and who is not covered by another rate schedule. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is below fifty (50) kW in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Small Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is fifty (50) kW or greater.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 150.00	meter	month
Peak Demand Charge	\$ 6.74	kW	Peak Demand
TCOS Pass Through Charge	\$ 5.70	kW	4CP Demand
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

PEAK DEMAND CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs. This charge, per Kw, will be determined using the Peak Demand, measured on an hourly interval basis during the Time of Use Non-Summer Peak and in the Summer Peak and Summer Super Peak time periods.

TCOS PASS THROUGH CHARGE

The TCOS Pass Through Charge recovers the actual cost as established by the Commission. This charge, per Kw, is determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals, by the monthly charge. If the Member's demand is negative, the Member may receive a credit. Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be based on energy, per kWh.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 77 of 106

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The charges are:

Season	Time of Use Period		Charge per kWh
Non-Summer (Jan. – May and Oct. – Dec.)	Super Economy	2:01 am - 4:00 am	<u>\$0.044895</u> \$ 0.040910
	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	<u>\$0.046671</u> \$ 0.050270
	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	<u>\$0.052527</u> \$ 0.055120
	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	<u>\$0.061350</u> \$ 0.061710
Summer (Jun. – Sep.)	Super Economy	3:01 am – 5:00 am	\$0.038387 \$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	<u>\$0.039905</u> \$ 0.041440
	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	<u>\$0.047026</u> \$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	<u>\$0.091961</u> \$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	<u>\$0.096305</u> \$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 78 of 106

500.4.3 LARGE POWER SERVICE, INTERCONNECT WHOLESALE ENERGY RATE

APPLICABILITY

This schedule applies to distribution service locations with a rolling twelve (12) month average demand of fifty (50) Kw or greater, and who is not covered by another rate schedule. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is below fifty (50) Kw in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Small Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is fifty (50) Kw or greater.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 150.00	meter	month
Peak Demand Charge	\$ 6.74	Kw	Peak Demand
TCOS Pass Through Charge	\$ 5.70	Kw	4CP Demand
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Wholesale Energy Credit	See Note 2	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

PEAK DEMAND CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs. This charge, per kW, will be determined using the Peak Demand, measured on an hourly interval basis during the Time of Use Non-Summer Peak and in the Summer Peak and Summer Super Peak time periods.

TCOS PASS THROUGH CHARGE

The TCOS Pass Through Charge recovers the actual cost as established by the Commission. This charge, per kW, is determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals, by the monthly charge. If the Member's demand is negative, the Member may receive a credit. Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be based on energy, per kWh.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 79 of 106

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The charges are:

Season	Time of Use Period		Charge per kWh
Non-Summer (Jan. – May and Oct. – Dec.)	Super Economy	2:01 am - 4:00 am	<u>\$0.044895</u> \$ <u>0.040910</u>
	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	<u>\$0.046671</u> \$ 0.050270
	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	<u>\$0.052527</u> \$ 0.055120
	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	<u>\$0.061350</u> \$ 0.061710
Summer (Jun. – Sep.)	Super Economy	3:01 am – 5:00 am	\$0.038387 \$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	<u>\$0.039905</u> \$ 0.041440
	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	<u>\$0.047026</u> \$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	<u>\$0.091961</u> \$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	<u>\$0.096305</u> \$ 0.119310

NOTE 2: WHOLESALE ENERGY CREDIT

This credit will be used to compensate a Member for Received Energy from an Interconnection fifty (50) kW AC or greater. The credit, per kWh, will be determined as follows:

Wholesale Energy Credit = (Received Energy x Real Time Settlement Point Price at corresponding Load Zone)

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 44 of 105

The options are as follows.

500.1.7.1 FLAT BASE POWER CHARGE APPLICABILITY

This charge option may be applicable to all rate schedules and programs except for Large Power Service, Transmission Level Service, and Industrial Power Service. The Flat Base Power Charge will be used for billing on Member accounts that do not choose the TOU Base Power Charge.

PURPOSE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

RATE

The charge is:

\$ 0.061900 per kWh

500.1.7.2 TIME-OF-USE BASE POWER CHARGE APPLICABILITY

This charge may be applicable to all rates schedules and programs except Unmetered Device Service, Interconnect Rate, Transmission Level Service, and Industrial Power Service.

PURPOSE

This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

The charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$0.044895
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$0.046671
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$0.052527
	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$0.061350
	Super Economy	3:01 am – 5:00 am	\$0.038387
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$0.039905
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$0.047026
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$0.091961
	Super Peak	2:01 pm – 6:00 pm	\$0.096305

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 50 of 105

500.2 RESIDENTIAL RATE SCHEDULES

500.2.1 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.061900	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 51 of 105

500.2.2 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.061900	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 52 of 105

500.2.3 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.061900	kWh	Net Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 53 of 105

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 54 of 105

500.2.4 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.061900	kWh	Net Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 55 of 105

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources. The pricing is based on the Texas Renewable Energy Credits Index and will be changed periodically to reflect current index pricing.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- 2. The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 56 of 105

500.2.5 RESIDENTIAL, FARM AND RANCH SERVICE, TIME OF USE (TOU) BASE POWER CHARGE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 57 of 105

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am – 4:00 am	\$0.044895
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$0.046671
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$0.052527
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$0.061350
	Super Economy	3:01 am – 5:00 am	\$0.038387
Summer (Jun. – Sep.)	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$0.039905
	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$0.047026
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$0.091961
	Super Peak	2:01 pm – 6:00 pm	\$0.096305

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 58 of 105

500.2.6 RESIDENTIAL, FARM AND RANCH SERVICE, TIME OF USE (TOU) BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 59 of 105

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$0.044895
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$0.046671
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$0.052527
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$0.061350
	Super Economy	3:01 am – 5:00 am	\$0.038387
Summer (Jun. – Sep.)	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$0.039905
	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$0.047026
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$0.091961
	Super Peak	2:01 pm – 6:00 pm	\$0.096305

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 60 of 105

500.2.7 RESIDENTIAL, FARM AND RANCH SERVICE, INTERCONNECT RATE

APPLICABILITY

This program applies to Residential Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG), Section 700.6.

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.061900	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 61 of 105

500.2.8 RESIDENTIAL, FARM AND RANCH SERVICE, INTERCONNECT RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This program applies to Residential Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG), Section 700.6.

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50	meter	month
Delivery Charge	\$ 0.028405	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.061900	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources. The pricing is based on the Texas Renewable Energy Credits Index and will be changed periodically to reflect current index pricing.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 62 of 105

500.3 SMALL POWER RATE SCHEDULES

500.3.1 SMALL POWER SERVICE, FLAT BASE POWER CHARGE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.061900	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 63 of 105

500.3.2 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.061900	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 64 of 105

500.3.3 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.061900	kWh	Delivered Energy
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 65 of 105

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 66 of 105

500.3.4 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.061900	kWh	Delivered Energy
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 67 of 105

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- 2. The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 68 of 105

500.3.5 SMALL POWER SERVICE, TIME OF USE (TOU) BASE POWER CHARGE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 69 of 105

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$0.044895
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$0.046671
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$0.052527
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$0.061350
	Super Economy	3:01 am – 5:00 am	\$0.038387
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$0.039905
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$0.047026
(64111 6641)	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$0.091961
	Super Peak	2:01 pm – 6:00 pm	\$0.096305

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 70 of 105

500.3.6 SMALL POWER SERVICE, TIME OF USE (TOU) BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 71 of 105

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am – 4:00 am	\$0.044895
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$0.046671
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$0.052527
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$0.061350
	Super Economy	3:01 am – 5:00 am	\$0.038387
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$0.039905
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$0.047026
(0	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$0.091961
	Super Peak	2:01 pm – 6:00 pm	\$0.096305

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 72 of 105

500.3.7 SMALL POWER SERVICE, INTERCONNECT RATE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This interconnect program applies to Small Power Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG), Section 700.6.

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.061900	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 73 of 105

500.4 LARGE POWER RATE SCHEDULES

500.4.1 LARGE POWER SERVICE

APPLICABILITY

This schedule applies to distribution service locations with a rolling twelve (12) month average demand of fifty (50) kW or greater, and who is not covered by another rate schedule. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is below fifty (50) kW in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Small Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is fifty (50) kW or greater.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 150.00	meter	month
Peak Demand Charge	\$ 6.74	kW	Peak Demand
TCOS Pass Through Charge	\$ 5.70	kW	4CP Demand
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

PEAK DEMAND CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs. This charge, per kW, will be determined using the Peak Demand, measured on an hourly interval basis during the Time of Use Non-Summer Peak and in the Summer Peak and Summer Super Peak time periods.

TCOS PASS THROUGH CHARGE

The TCOS Pass Through Charge recovers the actual cost as established by the Commission. This charge, per kW, is determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals, by the monthly charge. If the Member's demand is negative, the Member may receive a credit. Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be based on energy, per kWh.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 74 of 105

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am – 4:00 am	\$0.044895
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$0.046671
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$0.052527
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$0.061350
	Super Economy	3:01 am – 5:00 am	\$0.038387
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$0.039905
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$0.047026
(00	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$0.091961
	Super Peak	2:01 pm – 6:00 pm	\$0.096305

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 75 of 105

500.4.2 LARGE POWER SERVICE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations with a rolling twelve (12) month average demand of fifty (50) kW or greater, and who is not covered by another rate schedule. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is below fifty (50) kW in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Small Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is fifty (50) kW or greater.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 150.00	meter	month
Peak Demand Charge	\$ 6.74	kW	Peak Demand
TCOS Pass Through Charge	\$ 5.70	kW	4CP Demand
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

PEAK DEMAND CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs. This charge, per Kw, will be determined using the Peak Demand, measured on an hourly interval basis during the Time of Use Non-Summer Peak and in the Summer Peak and Summer Super Peak time periods.

TCOS PASS THROUGH CHARGE

The TCOS Pass Through Charge recovers the actual cost as established by the Commission. This charge, per Kw, is determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals, by the monthly charge. If the Member's demand is negative, the Member may receive a credit. Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be based on energy, per kWh.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 76 of 105

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am – 4:00 am	\$0.044895
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$0.046671
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$0.052527
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$0.061350
	Super Economy	3:01 am – 5:00 am	\$0.038387
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$0.039905
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$0.047026
(00	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$0.091961
	Super Peak	2:01 pm – 6:00 pm	\$0.096305

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 77 of 105

500.4.3 LARGE POWER SERVICE, INTERCONNECT WHOLESALE ENERGY RATE

APPLICABILITY

This schedule applies to distribution service locations with a rolling twelve (12) month average demand of fifty (50) Kw or greater, and who is not covered by another rate schedule. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is below fifty (50) Kw in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Small Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is fifty (50) Kw or greater.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 150.00	meter	month
Peak Demand Charge	\$ 6.74	Kw	Peak Demand
TCOS Pass Through Charge	\$ 5.70	Kw	4CP Demand
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Wholesale Energy Credit	See Note 2	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

PEAK DEMAND CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs. This charge, per kW, will be determined using the Peak Demand, measured on an hourly interval basis during the Time of Use Non-Summer Peak and in the Summer Peak and Summer Super Peak time periods.

TCOS PASS THROUGH CHARGE

The TCOS Pass Through Charge recovers the actual cost as established by the Commission. This charge, per kW, is determined by multiplying a member's demand measured during the Four Coincident Peak (4CP) intervals, by the monthly charge. If the Member's demand is negative, the Member may receive a credit. Until such time as the Member's 4CP demand is established, the TCOS Pass Through Charge will be based on energy, per kWh.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 78 of 105

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am – 4:00 am	\$0.044895
Non-Summer (Jan. – May and Oct. – Dec.)	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$0.046671
	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$0.052527
	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$0.061350
	Super Economy	3:01 am – 5:00 am	\$0.038387
Summer (Jun. – Sep.)	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$0.039905
	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$0.047026
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$0.091961
	Super Peak	2:01 pm – 6:00 pm	\$0.096305

NOTE 2: WHOLESALE ENERGY CREDIT

This credit will be used to compensate a Member for Received Energy from an Interconnection fifty (50) kW AC or greater. The credit, per kWh, will be determined as follows:

Wholesale Energy Credit = (Received Energy x Real Time Settlement Point Price at corresponding Load Zone)

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 46 of 105

= -\$ 0.018915 per kWh

The charge may be updated each June 1st and October 1st to align with forecasted costs.

500.1.10 PRIMARY SERVICE ADJUSTMENT (PSA) APPLICABILITY

This adjustment may be applicable to all rate schedules corresponding to a Member receiving Primary Level Service. A Member receiving Primary Level Service must procure, install, and maintain all facilities and equipment beyond the Point of Delivery at their expense and in accordance with the latest version of the NESC and NEC standards.

PURPOSE

This adjustment will be used to credit a Member receiving electric power and energy at Primary Service Level.

RATE

This adjustment will be based on the total amount due for the applicable charges incurred for the month. Applicable charges, according to the Member's rate schedule, are the Delivery, Capacity Demand, Peak Demand, Base Power, and TCOS Pass Through Charges. The adjustment will not apply to any other charges, fees, credits, or adjustments. The adjustment will be determined as follows:

PSA = - (Monthly sum of applicable charges) X 2%

500.1.11 RENEWABLE ENERGY RIDER CHARGE APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

PURPOSE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

RATE

The charge is:

\$ 0.000430 per kWh

The pricing is based on the Texas Renewable Energy Credits Index and will be changed periodically to reflect current index pricing.

500.1.12 SUSTAINABLE POWER CREDIT

APPLICABILITY

This credit applies to all Members enrolled in the Interconnect Rate.

PURPOSE

This credit will be used to compensate a Member for Received Energy.

RATE

The credit per kWh of Received Energy is:

- \$0.069554<u>082666</u>

500.1.13 WHOLESALE ENERGY CREDIT

APPLICABILITY

This credit applies to all Members enrolled in the Interconnect Wholesale Energy Rate.

PURPOSE

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 46 of 105

= -\$ 0.018915 per kWh

The charge may be updated each June 1st and October 1st to align with forecasted costs.

500.1.10 PRIMARY SERVICE ADJUSTMENT (PSA) APPLICABILITY

This adjustment may be applicable to all rate schedules corresponding to a Member receiving Primary Level Service. A Member receiving Primary Level Service must procure, install, and maintain all facilities and equipment beyond the Point of Delivery at their expense and in accordance with the latest version of the NESC and NEC standards.

PURPOSE

This adjustment will be used to credit a Member receiving electric power and energy at Primary Service Level.

RATE

This adjustment will be based on the total amount due for the applicable charges incurred for the month. Applicable charges, according to the Member's rate schedule, are the Delivery, Capacity Demand, Peak Demand, Base Power, and TCOS Pass Through Charges. The adjustment will not apply to any other charges, fees, credits, or adjustments. The adjustment will be determined as follows:

PSA = - (Monthly sum of applicable charges) X 2%

500.1.11 RENEWABLE ENERGY RIDER CHARGE

APPLICABILITY

This charge may be applicable according to the Member's rate schedule.

PURPOSE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

RATE

The charge is:

\$ 0.000430 per kWh

The pricing is based on the Texas Renewable Energy Credits Index and will be changed periodically to reflect current index pricing.

500.1.12 SUSTAINABLE POWER CREDIT

APPLICABILITY

This credit applies to all Members enrolled in the Interconnect Rate.

PURPOSE

This credit will be used to compensate a Member for Received Energy.

RATE

The credit per kWh of Received Energy is:

- \$0.082666

500.1.13 WHOLESALE ENERGY CREDIT

APPLICABILITY

This credit applies to all Members enrolled in the Interconnect Wholesale Energy Rate.

PURPOSE

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 50 of 105

500.2 RESIDENTIAL RATE SCHEDULES

500.2.1 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50\\$ 32.50	meter	month
Delivery Charge	\$ 0.028405 <u>\$</u>	kWh	Delivered Energy
	0.022546		
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 51 of 105

500.2.2 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50\\$ 32.50	meter	month
Delivery Charge	\$ 0.028405 <u>\$</u> 0.022546	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 52 of 105

500.2.3 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50\\$ 32.50	meter	month
Delivery Charge	\$ 0.028405 <u>\$</u> 0.022546	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Net Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 53 of 105

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 54 of 105

500.2.4 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Monthly charges will apply.			
Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50\\$ 32.50	meter	month
Delivery Charge	\$ 0.028405 <u>\$</u> 0.022546	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Net Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 55 of 105

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources. The pricing is based on the Texas Renewable Energy Credits Index and will be changed periodically to reflect current index pricing.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024 March 1, 2025

Page 56 of 105

500.2.5 RESIDENTIAL, FARM AND RANCH SERVICE, TIME OF USE (TOU) BASE POWER CHARGE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50\\$ 32.50	meter	month
Delivery Charge	\$ 0.028405 <u>\$</u>	kWh	Delivered Energy
	0.022546		
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 57 of 105

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am – 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$ 0.055120
Oct. Dcc.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am – 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 58 of 105

500.2.6 RESIDENTIAL, FARM AND RANCH SERVICE, TIME OF USE (TOU) BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50 <u>\$ 32.50</u>	meter	month
Delivery Charge	\$ 0.028405 <u>\$ 0.022546</u>	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 59 of 105

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am – 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 60 of 105

500.2.7 RESIDENTIAL, FARM AND RANCH SERVICE, INTERCONNECT RATE

APPLICABILITY

This program applies to Residential Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG), Section 700.6.

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50\\$ 32.50	meter	month
Delivery Charge	\$ 0.028405 <u>\$</u> 0.022546	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 61 of 105

500.2.8 RESIDENTIAL, FARM AND RANCH SERVICE, INTERCONNECT RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This program applies to Residential Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG), Section 700.6.

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 22.50\\$ 32.50	meter	month
Delivery Charge	\$ 0.028405 <u>\$</u> 0.022546	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources. The pricing is based on the Texas Renewable Energy Credits Index and will be changed periodically to reflect current index pricing.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 50 of 105

500.2 RESIDENTIAL RATE SCHEDULES

500.2.1 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 32.50	meter	month
Delivery Charge	\$ 0.022546	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 51 of 105

500.2.2 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 32.50	meter	month
Delivery Charge	\$ 0.022546	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 52 of 105

500.2.3 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 32.50	meter	month
Delivery Charge	\$ 0.022546	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Net Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 53 of 105

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 54 of 105

500.2.4 RESIDENTIAL, FARM AND RANCH SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 32.50	meter	month
Delivery Charge	\$ 0.022546	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Net Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 55 of 105

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources. The pricing is based on the Texas Renewable Energy Credits Index and will be changed periodically to reflect current index pricing.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 56 of 105

500.2.5 RESIDENTIAL, FARM AND RANCH SERVICE, TIME OF USE (TOU) BASE POWER CHARGE

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 32.50	meter	month
Delivery Charge	\$ 0.022546	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 57 of 105

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time o	Charge per kWh	
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$ 0.055120
	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am – 5:00 am	\$ 0.039440
Summer (Jun. – Sep.)	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 58 of 105

500.2.6 RESIDENTIAL, FARM AND RANCH SERVICE, TIME OF USE (TOU) BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to Members receiving distribution service in locations built to serve as and are currently serving as an Individual Private Dwelling or Multi-Family Dwelling and their facilities, or facilities used for small-scale agricultural purposes such as water wells. If the location is being used for commercial purposes, PEC may change the member's rate to the appropriate non-residential service rate. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 32.50	meter	month
Delivery Charge	\$ 0.022546	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 59 of 105

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time o	Charge per kWh	
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am – 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 60 of 105

500.2.7 RESIDENTIAL, FARM AND RANCH SERVICE, INTERCONNECT RATE

<u>APPLICABILITY</u>

This program applies to Residential Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG), Section 700.6.

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 32.50	meter	month
Delivery Charge	\$ 0.022546	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 61 of 105

500.2.8 RESIDENTIAL, FARM AND RANCH SERVICE, INTERCONNECT RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This program applies to Residential Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG), Section 700.6.

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 32.50	meter	month
Delivery Charge	\$ 0.022546	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources. The pricing is based on the Texas Renewable Energy Credits Index and will be changed periodically to reflect current index pricing.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 62 of 117

500.3 SMALL POWER RATE SCHEDULES

500.3.1 SMALL POWER SERVICE, FLAT BASE POWER CHARGE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977 <u>\$</u>	kWh	Delivered Energy
	0.007849		
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 63 of 117

500.3.2 SMALL POWER SERVICE, THREE PHASE, FLAT BASE POWER CHARGE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW.

RATE

Monthly charges will apply:

Charges:	Amount:	<u>Unit:</u>	Billing Determinant:
Service Availability Charge	<u>\$ 57.50</u>	<u>meter</u>	<u>month</u>
Delivery Charge	<u>\$ 0.026506</u>	<u>kWh</u>	Delivered Energy
Flat Base Power Charge	<u>\$ 0.058500</u>	<u>kWh</u>	Delivered Energy
TCOS Pass Through Charge	<u>\$ 0.023644</u>	<u>kWh</u>	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 64 of 117

500.3.23 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977 <u>\$</u> 0.007849	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 65 of 117

500.3.4 SMALL POWER SERVICE, THREE PHASE, FLAT BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW.

RATE

Monthly charges will apply:

<u>Charges:</u>	Amount:	Unit:	Billing Determinant:
Service Availability Charge	<u>\$ 57.50</u>	<u>meter</u>	<u>month</u>
Delivery Charge	<u>\$ 0.026506</u>	<u>kWh</u>	Delivered Energy
Flat Base Power Charge	\$ 0.058500	<u>kWh</u>	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	<u>kWh</u>	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	<u>kWh</u>	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 66 of 117

500.3.35 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ <u>0.021977\$</u> <u>0.007849</u>	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 67 of 117

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- 2. The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 68 of 117

500.3.6 SMALL POWER SERVICE, THREE PHASE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	<u>Unit:</u>	Billing Determinant:
Service Availability Charge	<u>\$ 57.50</u>	<u>meter</u>	<u>month</u>
Delivery Charge	<u>\$ 0.026506</u>	<u>kWh</u>	Delivered Energy
Flat Base Power Charge	<u>\$ 0.058500</u>	<u>kWh</u>	Delivered Energy
Community Solar Base Power Charge	\$ 0.061080	<u>kWh</u>	Solar Received
TCOS Pass Through Charge	\$ 0.023644	<u>kWh</u>	Delivered Energy
Community Solar Transmission Cost Adjustment	<u>\$ 0.018915</u>	<u>kWh</u>	Solar Received

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 69 of 117

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- 2. The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

<u>Community Solar Energy Units</u> – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

<u>Unit Energy Allocation</u> – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

<u>Solar Received</u> – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 70 of 117

500.3.47 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977 <u>\$</u> 0.007849	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 71 of 117

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025 Page 72 of 117

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 73 of 117

500.3.8 SMALL POWER SERVICE, THREE PHASE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	<u>Unit:</u>	Billing Determinant:
Service Availability Charge	<u>\$ 57.50</u>	<u>meter</u>	<u>month</u>
Delivery Charge	<u>\$ 0.026506</u>	<u>kWh</u>	Delivered Energy
Flat Base Power Charge	\$ 0.058500	<u>kWh</u>	Delivered Energy
Community Solar Base Power Charge	\$ 0.061080	<u>kWh</u>	Solar Received
TCOS Pass Through Charge	\$ 0.023644	<u>kWh</u>	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	<u>kWh</u>	Solar Received
Renewable Energy Rider Charge	\$ 0.000430	<u>kWh</u>	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 74 of 117

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

<u>Delivered Energy</u> – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

<u>Community Solar Energy Units</u> – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

<u>Unit Energy Allocation</u> – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

<u>Solar Received</u> – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 75 of 117

500.3.59 SMALL POWER SERVICE, TIME OF USE (TOU) BASE POWER CHARGE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977 <u>\$</u> 0.007849	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 76 of 117

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
Non-Summer (Jan. – May and Oct. – Dec.)	Super Economy	2:01 am - 4:00 am	\$ 0.040910
	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$ 0.055120
	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
Summer (Jun. – Sep.)	Super Economy	3:01 am – 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 77 of 117

500.3.10 SMALL POWER SERVICE, THREE PHASE, TIME OF USE (TOU) BASE POWER CHARGE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	<u>Unit:</u>	Billing Determinant:
Service Availability Charge	<u>\$ 57.50</u>	<u>meter</u>	<u>month</u>
Delivery Charge	\$ 0.026506	<u>kWh</u>	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	<u>kWh</u>	Delivered Energy
TOU Base Power Charge	See Note 1	<u>kWh</u>	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 78 of 117

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

<u>Season</u>	Time of Use Period		Charge per kWh
	Super Economy	2:01 am – 4:00 am	<u>\$ 0.040910</u>
Non-Summer	<u>Economy</u>	<u>11:01 pm – 2:00 am</u> <u>4:01 am – 5:00 am</u>	<u>\$ 0.050270</u>
(<u>Jan. – May</u> <u>and</u> Oct. – Dec.)	<u>Normal</u>	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	<u>\$ 0.055120</u>
<u>OCt. – Dec.)</u>	<u>Peak</u>	5:01 am – 8:00 am 4:01 pm – 7:00 pm	<u>\$ 0.061710</u>
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
	Economy	<u>11:01 pm – 3:00 am</u> <u>5:01 am – 7:00 am</u>	<u>\$ 0.041440</u>
<u>Summer</u> (Jun. – Sep.)	<u>Normal</u>	7:01 am - 12:00 pm 8:01pm - 11:00 pm	<u>\$ 0.045910</u>
	<u>Peak</u>	<u>12:01 pm – 2:00 pm</u> <u>6:01 pm – 8:00 pm</u>	<u>\$ 0.059100</u>
	Super Peak	2:01 pm – 6:00 pm	<u>\$ 0.119310</u>

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 79 of 117

500.3.611 SMALL POWER SERVICE, TIME OF USE (TOU) BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977 <u>\$</u> 0.007849	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 80 of 117

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$ 0.055120
	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am – 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 81 of 117

500.3.12 SMALL POWER SERVICE, THREE PHASE, TIME OF USE (TOU) BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

<u>Charges:</u>	Amount:	<u>Unit:</u>	Billing Determinant:
Service Availability Charge	<u>\$ 57.50</u>	<u>meter</u>	<u>month</u>
Delivery Charge	\$ 0.026506	<u>kWh</u>	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	<u>kWh</u>	Delivered Energy
TOU Base Power Charge	See Note 1	<u>kWh</u>	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	<u>kWh</u>	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: October 1, 2024March 1, 2025 Page 82 of 117

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

<u>Season</u>	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	<u>\$ 0.040910</u>
Non-Summer	<u>Economy</u>	<u>11:01 pm – 2:00 am</u> <u>4:01 am – 5:00 am</u>	<u>\$ 0.050270</u>
(Jan. – May and Oct. – Dec.)	<u>Normal</u>	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	<u>\$ 0.055120</u>
	<u>Peak</u>	<u>5:01 am – 8:00 am</u> _4:01 pm – 7:00 pm	<u>\$ 0.061710</u>
	Super Economy	3:01 am - 5:00 am	\$ 0.039440
	Economy	<u>11:01 pm – 3:00 am</u> <u>5:01 am – 7:00 am</u>	<u>\$ 0.041440</u>
<u>Summer</u> (Jun. – Sep.)	<u>Normal</u>	7:01 am – 12:00 pm 8:01pm – 11:00 pm	<u>\$ 0.045910</u>
	<u>Peak</u>	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	<u>\$ 0.059100</u>
	Super Peak	<u>2:01 pm – 6:00 pm</u>	<u>\$ 0.119310</u>

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024 March 1, 2025

Page 83 of 117

500.3.713 SMALL POWER SERVICE, INTERCONNECT RATE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This interconnect program applies to Small Power Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG), Section 700.6.

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.021977 <u>\$</u> 0.007849	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 84 of 117

500.3.14 SMALL POWER SERVICE, THREE PHASE, INTERCONNECT RATE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This interconnect program applies to Small Power Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG), Section 700.6.

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	<u>Unit:</u>	Billing Determinant:
Service Availability Charge	<u>\$ 57.50</u>	<u>meter</u>	<u>month</u>
Delivery Charge	<u>\$ 0.026506</u>	<u>kWh</u>	Delivered Energy
Flat Base Power Charge	\$ 0.058500	<u>kWh</u>	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	<u>kWh</u>	Delivered Energy
Sustainable Power Credit	\$ 0.069554	<u>kWh</u>	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

Section 500: Rates

Applicable: Entire Certified Service Area Effective Date: October 1, 2024March 1, 2025

Page 95 of 117

If the Cooperative discovers any new and unauthorized devices installed by the Member, the Cooperative may make a billing adjustment to account for six (6) months of energy consumption for each unauthorized device.

If the Cooperative discovers any changes to authorized devices, such as a change in the device's category, already installed by the Member, the Cooperative will make a billing adjustment to account for the difference in energy consumption between the billed device and the unauthorized device for six (6) months of energy consumption for each unauthorized device.

500.7.4.1 UNMETERED LIGHTING DEVICE SERVICE BILLING DETERMINANTS

The Cooperative will place each lighting device in the categories below. Monthly consumption is based on a fifty (50) percent load factor.

Lighting Device Category and Monthly Energy Consumption				
Device Type LA	1 – 50 watts	18 kWh		
Device Type LB	51 – 100 watts	37 kWh		
Device Type LC	101 – 150 watts	55 kWh		
Device Type LD	151 – 200 watts	73 kWh		
Device Type LE	201 – 250 watts	91 kWh		

MONTHLY RATE

The following charges will apply:

Charges:	Amount:	Unit:	Billing
			Determinant:
Service Availability Charge	\$ 37.50	account	month
Delivery Charge	\$ 0.021977 <u>\$</u>	kWh	Delivered Energy
	0.007849		Delivered Energy
Base Power Charge	Per Section 500.1.7.1	kWh	Delivered Energy

<u>Service Availability Charge:</u> This charge is applicable if devices are not already included on a bill with a metered account. Otherwise, the account will be billed per this rate schedule.

The charge per lamp above is the monthly energy (kWh) multiplied by the calculated sum of the Delivery Charge and the Base Power Charge as described in this section.

Members with Cooperative-owned devices will be billed a lamp charge per Section 500.1.16 Cooperative Owned Lamp Charge.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

500.7.4.2 UNMETERED NON-LIGHTING DEVICE SERVICE BILLING DETERMINANTS

The Cooperative will place each non-lighting device in the categories below. Monthly consumption is based on a one hundred (100) percent load factor.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 62 of 116

500.3 SMALL POWER RATE SCHEDULES

500.3.1 SMALL POWER SERVICE, FLAT BASE POWER CHARGE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.007849	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 63 of 116

500.3.2 SMALL POWER SERVICE, THREE PHASE, FLAT BASE POWER CHARGE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 57.50	meter	month
Delivery Charge	\$ 0.026506	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 64 of 116

500.3.3 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.007849	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 65 of 116

500.3.4 SMALL POWER SERVICE, THREE PHASE, FLAT BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 57.50	meter	month
Delivery Charge	\$ 0.026506	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 66 of 116

500.3.5 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.007849	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 67 of 116

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 68 of 116

500.3.6 SMALL POWER SERVICE, THREE PHASE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 57.50	meter	month
Delivery Charge	\$ 0.026506	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 69 of 116

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 70 of 116

500.3.7 SMALL POWER SERVICE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.007849	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 71 of 116

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 72 of 116

500.3.8 SMALL POWER SERVICE, THREE PHASE, FLAT BASE POWER CHARGE, COMMUNITY SOLAR RATE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. Additionally, this Rate is not applicable to accounts enrolled in Time-of-Use Base Power Charge, Interconnect, or Interconnect Wholesale Energy Rates.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 57.50	meter	month
Delivery Charge	\$ 0.026506	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
Community Solar Base Power Charge	\$ 0.061080	kWh	Solar Received
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Community Solar Transmission Cost Adjustment	\$ 0.018915	kWh	Solar Received
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

COMMUNITY SOLAR BASE POWER CHARGE

The Community Solar Base Power Charge will recover the actual cost of power purchased for Community Solar generation and other costs incurred in connection with solar generation. The Community Solar Base Power Charge will apply to Solar Energy.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 73 of 116

COMMUNITY SOLAR TRANSMISSION COST ADJUSTMENT (CSTCA)

This adjustment will be used to credit a Member's account with a portion of the savings from the avoided TCOS charges attributable to community solar generation.

THE MONTHLY BILL WILL BE THE SUM OF THE ABOVE CHARGES PLUS ANY APPLICABLE FEES, TAXES, DISCOUNTS, CREDITS, OR ADJUSTMENTS, AND SUBJECT TO CONDITIONS OF THE TARIFF.

CONDITIONS

- 1. This Rate is available to any eligible Member provided that Member completes an enrollment application for the Community Solar Rate.
- The allocation of available Community Solar Energy Units (as defined below) will be assigned to applicants on a first-come, first-served basis as determined by the date and time of application submission.
- 3. Each Member's assigned Community Solar Energy Units will be no greater than the Member's average monthly energy usage during the previous twelve (12) month period, divided by one hundred (100), and rounded up to the next whole number. If Member does not have a twelve (12) month energy usage history, then an estimated monthly average energy usage will be determined based on the information provided in the Member's application.
- 4. Member acknowledges that the Solar Energy (as defined below) is not a fixed amount and may vary monthly depending on total Community Solar generation. Member acknowledges Community Solar generation is intermittent in nature and the amount of energy produced varies from moment to moment depending on many factors including the time of the year, the time of the day, and the weather. As a result, the Cooperative cannot guarantee the actual amount of Solar Energy.
- 5. Member agrees to a recurring twenty-four (24) month enrollment commitment with an automatic renewal every twenty-four (24) months until Member submits a request to terminate enrollment no later than thirty (30) calendar days prior to the end of the commitment period. Any modifications to enrollment status will be effective at the beginning of the Member's next billing cycle.
- 6. Cooperative will monitor and administer the Community Solar Rate and from time to time will inspect the effectiveness of the Community Solar Rate.
- 7. Cooperative may elect to reduce a Member's assigned Community Solar Energy Units, with notice to Member, if Member's Solar Energy is over one-hundred and ten percent (110%) of the Member's monthly average energy usage during a rolling twelve (12) month period.

BILLING DETERMINANTS

Delivered Energy – The total energy (kWh) delivered to a Member during a billing cycle through the Cooperative's Delivery System.

Community Solar Energy Units – A Community Solar Energy Unit represents a portion of the Community Solar generation, assigned to the Member.

Unit Energy Allocation – The Unit Energy Allocation (kWh) is the energy for each Community Solar Energy Unit assigned to the Member on a monthly basis. The Unit Energy Allocation will be based on the monthly total Community Solar generation divided by the number of Community Solar Energy Units assigned to Members enrolled on the Community Solar Rate. The Unit Energy Allocation will be equivalent to no more than one hundred (100) kWh.

Solar Received – The monthly energy that corresponds to each Member from Community Solar generation. The Solar Energy will be determined by multiplying the Member's Community Solar Energy Units by the monthly Unit Energy Allocation.

Net Energy – The Net Energy (kWh) will be calculated by subtracting the Solar Energy from the Delivered Energy on a monthly basis. If Solar Energy is greater than Delivered Energy, then the Solar Energy will be adjusted to equal the Delivered Energy, and Net Energy will be zero (0). The Net Energy will never be negative regardless of the Member's Community Solar Energy Units.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 74 of 116

500.3.9 SMALL POWER SERVICE, TIME OF USE (TOU) BASE POWER CHARGE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.007849	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 75 of 116

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am – 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am – 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$ 0.045910
(0 3	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 76 of 116

500.3.10 SMALL POWER SERVICE, THREE PHASE, TIME OF USE (TOU) BASE POWER CHARGE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 57.50	meter	month
Delivery Charge	\$ 0.026506	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 77 of 116

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am – 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$ 0.045910
(*****	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 78 of 116

500.3.11 SMALL POWER SERVICE, TIME OF USE (TOU) BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.007849	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 79 of 116

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
	Super Economy	2:01 am - 4:00 am	\$ 0.040910
Non-Summer	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
(Jan. – May and Oct. – Dec.)	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$ 0.055120
Oct. – Dec.)	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
	Super Economy	3:01 am – 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
Summer (Jun. – Sep.)	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$ 0.045910
(*****	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 80 of 116

500.3.12 SMALL POWER SERVICE, THREE PHASE, TIME OF USE (TOU) BASE POWER CHARGE, WITH RENEWABLE ENERGY RIDER

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This charge option allows Member's cost of power to vary based on the time of day and season during which energy is consumed.

CONDITIONS

This charge option requires a twelve (12) month commitment. If a Member opts-out of the TOU Base Power Charge option prior to fulfilling the twelve (12) month commitment, the charge option will not be available to the Member for the following twelve (12) months.

RATE

Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 57.50	meter	month
Delivery Charge	\$ 0.026506	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
TOU Base Power Charge	See Note 1	kWh	Delivered Energy
Renewable Energy Rider Charge	\$ 0.000430	kWh	Delivered Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

RENEWABLE ENERGY RIDER CHARGE

This charge provides Member's the ability to purchase electricity generated by renewable energy sources.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 81 of 116

NOTE 1: TIME-OF-USE BASE POWER CHARGE

The TOU charges are:

Season	Time of Use Period		Charge per kWh
Non-Summer (Jan. – May and Oct. – Dec.)	Super Economy	2:01 am - 4:00 am	\$ 0.040910
	Economy	11:01 pm – 2:00 am 4:01 am – 5:00 am	\$ 0.050270
	Normal	8:01 am – 4:00 pm 7:01 pm – 11:00 pm	\$ 0.055120
	Peak	5:01 am – 8:00 am 4:01 pm – 7:00 pm	\$ 0.061710
Summer (Jun. – Sep.)	Super Economy	3:01 am – 5:00 am	\$ 0.039440
	Economy	11:01 pm – 3:00 am 5:01 am – 7:00 am	\$ 0.041440
	Normal	7:01 am – 12:00 pm 8:01pm – 11:00 pm	\$ 0.045910
	Peak	12:01 pm – 2:00 pm 6:01 pm – 8:00 pm	\$ 0.059100
	Super Peak	2:01 pm – 6:00 pm	\$ 0.119310

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 82 of 116

500.3.13 SMALL POWER SERVICE, INTERCONNECT RATE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This interconnect program applies to Small Power Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG), Section 700.6.

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	meter	month
Delivery Charge	\$ 0.007849	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 83 of 116

500.3.14 SMALL POWER SERVICE, THREE PHASE, INTERCONNECT RATE

APPLICABILITY

This schedule applies to distribution service locations built for commercial purposes with a rolling twelve (12) month average maximum demand below fifty (50) kW. The maximum demand will be captured during the hourly interval within the monthly billing cycle with the highest demand. If a Member's maximum monthly demand is fifty (50) kW or greater in any rolling twelve (12) month period, then the Cooperative may re-classify the Member as Large Power Service for a period of at least twelve (12) months or until the rolling twelve (12) month average demand is below fifty (50) kW. This interconnect program applies to Small Power Service Members with a Distributed Generation system that is less than fifty (50) kW AC of capacity. The Member must have an approved Interconnection Agreement for Parallel Operation of Distributed Generation (DG), Section 700.6.

RATE

Service will be measured through a single meter, with two (2) registers measuring Delivered Energy and Received Energy. Delivered Energy will determine the charges for energy consumption. Received Energy will determine the credit for surplus energy generated by the member. Monthly charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 57.50	meter	month
Delivery Charge	\$ 0.026506	kWh	Delivered Energy
Flat Base Power Charge	\$ 0.058500	kWh	Delivered Energy
TCOS Pass Through Charge	\$ 0.023644	kWh	Delivered Energy
Sustainable Power Credit	\$ 0.069554	kWh	Received Energy

MEMBER CHARGES, CREDITS AND ADJUSTMENTS

SERVICE AVAILABILITY CHARGE

This charge recovers the cost associated with providing services to the membership including billing, metering, collections, customer service, and other enterprise costs.

DELIVERY CHARGE

This charge recovers the cost associated with the maintenance and operations of the distribution infrastructure and other related costs.

FLAT BASE POWER CHARGE

This option allows Members to have the same cost of power regardless of the season or time of day during which the energy is consumed.

TCOS PASS THROUGH CHARGE

This charge recovers the cost incurred to receive access to transmission service in the ERCOT region of Texas as established by the Commission.

SUSTAINABLE POWER CREDIT

This credit will be used to compensate a Member for Received Energy.

Section 500: Rates

Applicable: Entire Certified Service Area

Effective Date: March 1, 2025 Page 95 of 116

Non-Lighting Device Category and Monthly Energy Consumption			
Device Type A	1 – 100 watts	73 kWh	
Device Type B	101 – 200 watts	146 kWh	
Device Type C	201 – 300 watts	219 kWh	
Device Type D	301 – 400 watts	292 kWh	
Device Type E	401 – 500 watts	365 kWh	

MONTHLY RATE

The following charges will apply:

Charges:	Amount:	Unit:	Billing Determinant:
Service Availability Charge	\$ 37.50	account	month
Delivery Charge	\$ 0.007988	kWh	Delivered Energy
Base Power Charge	Per Section 500.1.7.1	kWh	Delivered Energy
TCOS Pass Through Charge	Per Section 500.1.8.1	kWh	Delivered Energy

<u>Service Availability Charge:</u> This charge is applicable if devices are not included on a bill with a metered account. Otherwise, the account will be billed per the applicable rate schedule.

The charge per device above is the monthly kWh multiplied by the calculated sum of the Delivery Charge, TCOS Charge, and the Base Power Charge as described in this section.



Pedernales Electric Cooperative

PO Box 1 Johnson City, TX 78636

File #: 2025-009, Version: 1

Resolution - Approval of Whitestone T1 and T2 Upgrade Construction Contract - J Greene

Submitted By: Jonathan Greene

Department: Chief Operations Officer - Transmission

Financial Impact and Cost/Benefit Considerations: As discussed in Executive Session.

As part of the 2024 Capital Improvement Plan, Pedernales Electric Cooperative, Inc. included a project to upgrade the Whitestone Substation to add capacity to serve additional load and maintain reserve capacity. This project includes upgrading Whitestone transformers T1 and T2 to 46.7 MVA. The distribution side of the Whitestone Substation will be rebuilt, adding one new feeder.

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE, that the Cooperative execute the Whitestone T1 and T2 Substation Construction Contract as described in Executive Session; and

BE IT FURTHER RESOLVED, that the Chief Executive Officer or designee is authorized to take all such actions as needed to implement this resolution.

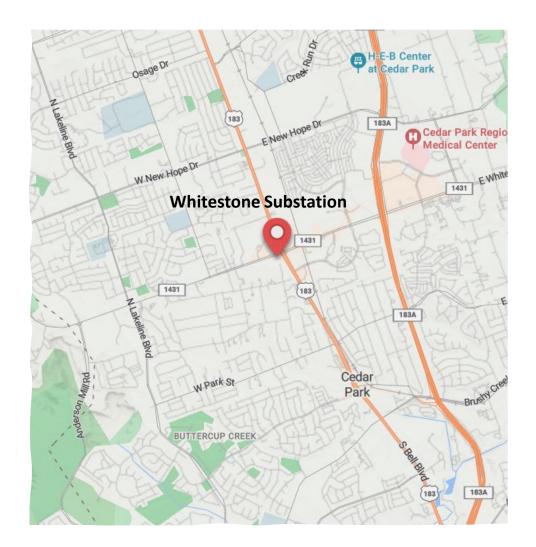


Final Resolution – Approval of Construction Contract for Whitestone Substation T1 and T2 Upgrade

Jonathan Greene I Chief Operations Officer - Transmission

Whitestone Substation

- Project approved in 2024 Capital Improvement Plan
- Upgrade T1 and T2 to 46.7 MVA transformers
- Rebuild distribution side and add one feeder
- Necessary to add capacity to the substation and to maintain reserve capacity for a customer
- Requesting approval to award substation construction contract to Front Line Power Construction for amount as stated in the term sheet
- Construction to begin in April 2025





PEDERNALES ELECTRIC COOPERATIVE



Pedernales Electric Cooperative

File #: 2025-010, Version: 1

Resolution - Approval of Lago Vista T3 Substation Construction Contract Amendment - J Greene

Submitted By: Jonathan Greene

Department: Chief Operations Officer - Transmission

Financial Impact and Cost/Benefit Considerations: As discussed in Executive Session.

In February 2024, the Board approved a construction contract for the Lago Vista T3 project. The scope of the project has changed due to additional requirements recently imposed by the City of Lago Vista. The City's new requirements include changes to the civil and stormwater plans, changes to URD feeder exits, and increased excavation. In addition, PEC has experienced increases in costs associated with delay of the project as a result of the new requirements and additional changes in scope to the project. Therefore, a change order to the original construction contract is required to address the change in scope and the additional construction costs.

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE, that the Cooperative is approved to execute a change order to complete the additional project scope for the Lago Vista T3 Substation Construction Contract as described in Executive Session; and

BE IT FURTHER RESOLVED, that the Chief Executive Officer or designee is authorized to take all such actions as needed to implement this resolution.



Final Resolution – Amendment to Construction Contract for Lago Vista T3 Substation

Jonathan Greene I Chief Operations Officer - Transmission

Lago Vista Substation

- Project approved in 2023 Capital Improvement Plan
- Project will add a 3rd transformer in the new yard at Lago Vista Substation
- Construction contract awarded to Lambda Construction in February 2024
- Construction began in September 2024
- Following award of construction contract, additional scope was determined, requiring change order to contract
- Requesting approval for change order to contract
- Construction will complete in May 2025





PEDERNALES ELECTRIC COOPERATIVE



Pedernales Electric Cooperative

File #: 2025-012, Version: 1

Draft Resolution - Review and Approval of Capital Credits Policy - K Jones

Submitted By: Kat Jones Department: Controller

Financial Impact and Cost/Benefit Considerations: Expenditure of Cooperative funds estimated in the amount of \$0 currently included in the Cooperative's 2025 operating budget; expenditures of staff time estimated in the amount of 0 hours (other than ordinary processing requirements). Any allocation and retirement and distribution of capital credits will be pursuant to separate resolution(s) approved by the Board.

Pedernales Electric Cooperative, Inc., as a Texas electric cooperative, operates on a nonprofit basis and periodically returns revenues not required for its purposes to the members in proportion to the amount of business done with each member during applicable periods pursuant to its Amended and Restated Articles of Incorporation Article VIII and Texas Utilities Code Section 161.059.

Pursuant to Texas Utilities Code Section 41.055, the Board has the exclusive jurisdiction to set all terms of access, conditions, and rates applicable to services provided (other than wholesale transmission rates, terms of access, and conditions for wholesale transmission service set by the Public Utility Commission) and make any other decisions affecting the electric cooperative's method of conducting business.

The Board adopted the Capital Credits Policy in 2010 and approved subsequent amendments, last amending the Policy in 2019. The proposed amendments to the Capital Credits Policy consist of terminology updates, an exclusion update for non-utility non-operating margins and updates to establishing a beneficiary.

BE IT RESOLVED BY THE BOARD OF DIRECTORS that pursuant to its regular review of Board policies, the Board has reviewed and adopts the revised Capital Credits Policy with such changes, if any, as were approved by the Board; and

BE IT FURTHER RESOLVED that the Chief Executive Officer, or designees, are hereby authorized to take all such action as may be necessary to implement this resolution.



Draft Resolution – Review and Approval of the Capital Credits Policy

Kat Jones | Controller

Policy Updates

- Terminology and formatting changes have been made to modernize, simplify and standardize the policy.
- Section 3.3 was updated to better align with the presentation of the audited financial statements by defining exclusions of non-operating margins as non-utility only.
 - **3.3.1.1.** Non-utility, Non-Operating Margins will not be included in the allocation of Net Operating Margins.
- Section 3.10 was added to allow members to establish a beneficiary to receive their capital credits retirements. Notably members may also now designate a PEC related nonprofit organization as a beneficiary to receive their capital credit retirements.

3.10. Establishing a Capital Credits Beneficiary

3.10.1. A Capital Credits Beneficiary is either a natural person or the PEC Charity designated by a Member to receive the Member's Capital Credit Retirements.



pec.coop



CAPITAL CREDITS POLICY

Effective Date: November 22, 2019 TBD

POLICY AT A GLANCE

PEC is committed to upholding the Cooperative Principle of **Member Economic Participation** by reinvesting in our operations and returning margins to our Members in the form of Capital Credits.

SUBJECTS INCLUDED IN THIS POLICY

CEO Responsibilities	Board Responsibilities		Net Operating Margin Allocations		Adjustments	
Net Operating Loss Allocation	Notice of Allocation		Capital Credit Retirements		Discounting of Allocated Capital Credits	
Establishing a Capital Credits Beneficiary	Recoupment		Forfeiture of Capital Credits		Method of Payment	
Minimum Amount		Records		Unclai Retired Crec	Capital	

1. PURPOSE

The <u>purpose of the Capital Credits Policy</u> ("Policy") <u>establishes the general policy of and is to establish that the method and manner in which Pedernales Electric Cooperative, Inc. ("Cooperative" or "PEC") allocates and retires Patronage Capital <u>The Cooperative will allocate Capital Credits and retire Allocated Capital Credits in a method that is compliant permits the Cooperative to comply with all applicable laws, all restrictions imposed by its debt financing covenants, and the Cooperative's Articles of Incorporation and Bylaws. The allocation and retirement of Patronage Capital shall be in a method that is just and reasonable, reasonable, not unreasonably preferential, prejudicial, or discriminatory to the Cooperative's Members, and implemented in a way that maintains a healthy financial state for the Cooperative.</u></u>

2. SCOPE

- **2.1.** This Policy applies to all Members (including designees) who have Allocated Capital Credits (as defined herein), the Board of Directors ("Board"), and employees of the Cooperative.
- 2.2.1.1. The Cooperative will allocate Capital Credits and retire Allocated Capital Credits in a method that permits the Cooperative to comply with all applicable laws, all restrictions imposed by its debt financing covenants, the Cooperative's Articles of Incorporation and Bylaws, in a method that is just and reasonable, not unreasonably preferential, prejudicial, or discriminatory to the Cooperative's Members, and in a way that maintains a healthy financial state for the Cooperative.

3. POLICY AND IMPLEMENTATION

3.1. Chief Executive Officer ("CEO") Responsibilities

- **3.1.1.** The CEO is responsible for:
 - 3.1.1.1. Implementing this Policy and for developing the practices and procedures necessary to allocate Capital Credits and retire Allocated Capital Credits according to this Policy;
 - 3.1.1.2. Recommending to the Board the manner, method, timing, and amount for allocating Capital Credits and retiring Allocated Capital Credits.

 Recommending revisions to this Policy to the Board when changes are believed to be in the best interest of the Cooperative; and
 - 3.1.1.3. Developing and implementing a program to: (1) educate employees and Members about the role of Capital Credits in the cooperative business model; and (2) effectively inform employees and Members about annual allocations and retirements.

3.2. Board Responsibilities

- **3.2.1.** The Board is responsible for:
 - **3.2.1.1.** Reviewing, discussing, and evaluating the CEO's recommendations



- regarding the allocation and retirement of Capital Credits;
- 3.2.1.2. Approving allocations of Capital Credits and retirements of Allocated Capital Credits;
- **3.2.1.3.** Reviewing, discussing, and evaluating this Policy regularly;
- 3.2.1.4. Reviewing, discussing, and evaluating the CEO's recommendations for revisions of this Policy; and
- **3.2.1.5.** Approving and directing revisions to this Policy.

3.1.3.3. Net Operating Margin Allocations

- **3.3.1.** Each Member purchasing electricity or being billed for electric services or energy from the Cooperative will receive an allocation of the Net Operating Margins.
 - **3.1.1.1.** Non-utility, Non-Operating Margins will not be included in the allocation of Net Operating Margins.
- 3.1.2.3.3.2. If the Board approves, the Cooperative may allocate Capital Credits or retire Allocated Capital Credits to the various Member Classes under different manners, methods, timing, and amounts, as long as the Cooperative, based on distinctions that are just and reasonable, is not acting unreasonably preferential, prejudicial, or discriminatory, allocates Capital Credits and retires Allocated Capital Credits to Members within the same class using the same manner, method, timing, and amount. Furthermore, the Cooperative may discount Allocated Capital Credits when retiring credits prior to the Retirement Schedule.
- 3.1.3.3.3. In most cases, the dollar amount of electricity or energy purchased by the Member during a year over the total amount of electricity or energy purchased by the Members within a Member Class is calculated to determine that Member's Patronage Capital and resulting contribution to Net Operating Margins.
- 3.1.4.3.3.4. Other methods of allocating Net Operating Margins may be utilized to the extent that those methods are deemed to be just and reasonable, not unreasonably preferential, prejudicial, or discriminatory.

3.2.3.4. Adjustments

- 3.2.1.3.4.1. Net Operating Margins may be adjusted for the net change in accrued unbilled revenue, made by the Cooperative during the fiscal year.
- 3.2.2.3.4.2. Prior to any allocation, the Cooperative shall review each Member's billing records shall be reviewed for each Member to ensure that any Members with a net negative billing have been adjusted so that these Members do not receive a negative allocation of the Net Operating Margins.

3.5. Net Operating Loss Allocation

3.2.3.3.5.1. If the Cooperative has a Net Operating Loss in a given year, that loss will not be allocated to Members. Instead, that loss will be rolled forward and combined with the positive Net Operating Margins in the succeeding year(s) and any remaining Net Operating Margins will then be allocated to the Members.

3.6. Notice of Allocation



3.2.4.3.6.1. The Cooperative will notify each Member in writing of the amount allocated to the Member for the preceding fiscal year within approximately eight and one-half months following the end of the fiscal year.

3.3.3.7. Capital Credits Retirements

- 3.3.1.3.7.1. Capital Credits Retirements will be made consistent with the assumptions and limitations contained in the approved Equity Management Plan. The Board will use theis Equity Management Plananalysis serves as the basis for itsa Board determination as toof whether a retirement of credits may result in an adverse financial impact to the Cooperative. The Board shallmust make thisa determination prior to any Capital Credit Retirements.
- 3.3.2.3.7.2. All Capital Credits Retirements must comply with restrictions placed on PEC by its lenders, its Articles of Incorporation, its Bylaws, and state and federal law.
- 3.3.3.3.7.3. Each year, subject to the Board's determination as to the impact to the Cooperative, the Cooperative will implement its Capital Credits Retirement strategy on a systematic basis for that year which includes General Capital Credits Retirement and/or Special Capital Credits Retirements as described in Sections 3. 78 and 3.89.
- 3.3.4.3.7.4. When retiring Allocated Capital Credits outside of the Retirement Schedule, either through General Capital Credits Retirements or Special Capital Credits Retirements, prior to the anticipated Retirement Schedule, the Cooperative will pay the discounted (applying the Discount Factor), net present value of the Capital Credits with the presumption that any Capital Credit retired prior to the Retirement Schedule will be paid after application of the Discount Factor. The actual amount of the discount will be recorded in the systems and records of the Cooperative in the name of the Member.
 - 3.3.4.1.3.7.4.1. Only those Mmembers with an Active Account may refuse Allocated Capital Credits retired outside the Retirement Schedule and elect to defer a discounting of its Allocated Capital Credits until such date as the payment at full value would otherwise occur. Acceptance of the discounted retirement of Capital Credits shall be considered acceptance of the Discount Factor. Members with Inactive Accounts may not refuse Allocated Capital Credits.

3.4.3.8. General Capital Credits Retirements

- 3.4.1.3.8.1. In general, Allocated Capital Credits are retired based uponin accordance with the Retirement Schedule as permitted by the financial health of the Cooperative and in accordance consistent with Cooperative policies, but the Board may decide to retire credits under alternative schedules other time frames may be appropriate as determined by the Board. Unless otherwise directed by the Board, Capital Credits are generally retired as follows:
 - 3.4.1.1. A portion of the General Capital Credits Retirements will be from the oldest outstanding year(s) for which allocations have been made that have not yet been retired. To the extent <u>credits from</u> the oldest outstanding year(s) being retired have been retained less than the <u>prescribed period in the</u> Retirement Schedule, the <u>Discount Factor will be applied to those credit</u> amounts being retired <u>will be made after application of the Discount Factor</u>.



- 3.4.1.2. A portion of the General Capital Credits Retirements will be made from the most recent year(s) for which allocations have been made that have not yet been retired. To the extent credits from the most recent year(s) being retired have been retained less than the prescribed period in the Retirement Schedule, the Discount Factor will be applied to those credit amounts being retired will be made after application of the Discount Factor.
- 3.4.1.3.3.8.1.3. For members with Active Accounts and unretired credit allocations, Aa portion of the General Capital Credits Retirements may be made from any such other year(s) for those members with Active Accounts for which allocations have been made that have not yet been retired. To the extent credits the most recent year(s) being retired have been retained less than the prescribed period in the Retirement Schedule, the Discount Factor will be applied to those credit amounts being retired will be made after application of the Discount Factor.

3.9. Special Capital Credits Retirements

- 3.4.2.3.9.1. The Cooperative may retire Capital Credits outside the Retirement Schedule after considering the determination of the Cooperative's financial health.
 - 3.4.2.1.3.9.1.1. Estates The Cooperative may specially retire Capital Credits when the Cooperative receives proper notification that a Member who is a natural person has died. If a Capital Credits Beneficiary was not established, uUpon request by the appropriate representative of the Member and upon receipt of appropriate legal documentation, the Cooperative will pay the estate its remaining Allocated Capital Credits after application of the Discount Factor. See Section 3.10 of this Policy for information on establishing a Capital Credits Beneficiary.
 - 3.4.2.2.3.9.1.2. Non-Natural Members The Cooperative may specially retire Capital Credits when the Cooperative receives proper notification of the dissolution, liquidation, or cessation of existence of any Non-Natural Member. Upon request of the appropriate representative of the entity and receipt of appropriate Legal documentation, the Cooperative will pay the Non-Natural Member its remaining Allocated Capital Credits after application of the Discount Factor. A Non-Natural Member that has dissolved or otherwise ceased existence for the purposes of reorganizing will not be eligible for a Special Capital Credit Retirement under this section.
 - 3.4.2.3.3.9.1.3. Inactive Accounts The Cooperative may specially retire Capital Credits of a former member when the former member has been disconnected from electric service—and is no longer continuing receiving electric service from with PEC. In addition to retiring the historically Allocated Capital Credits, the Cooperative may estimate and allocate the current period's capital credit amount for a Member disconnecting from service using the prior year's allocation percentage. The Cooperative will pay the former member its Allocated Capital Credits after application of the Discount Factor.

3.10. Establishing a Capital Credits Beneficiary

3.10.1. A Capital Credits Beneficiary is either a natural person or the PEC Charity designated by a Member to receive the Member's Capital Credits Retirements.



- 3.10.2. If a Member has designated a Capital Credits Beneficiary, through PEC's Capital Credits Beneficiary determination process, the Capital Credits Beneficiary may be eligible to receive the Member's Allocated Capital Credits as a Special Capital Credits Retirement or one or more General Capital Credits Retirement authorized by the Board.
- 3.10.3. Upon a Member designating a natural person as a Capital Credits Beneficiary, and anytime thereafter, the Member may agree to a discounted retirement upon their death. If the Member does not agree to a discounted retirement for its Capital Credits Beneficiary, the Member's Allocated Capital Credits will be retired through one or more General Capital Credit Retirements.
- 3.10.4. Upon designating the PEC Charity as a Capital Credits Beneficiary, and anytime thereafter, the Member may agree to a discounted retirement upon their death.

3.5.3.11. Discounting of Allocated Capital Credits

- 3.5.1.3.11.1. The discounting of Allocated Capital Credits is computed by <u>first</u> determining the current net present value of a retirement of Capital Credits that would otherwise have been made upon the <u>anticipated</u> Retirement Schedule <u>based on the Cooperative's cost of equity capital</u>. The discounted amount would be equal to the full retirement amount if it had been invested until the Retirement Schedule.
- 3.5.2.3.11.2. The amount of the dDiscounted pPayment will be equal to the net present value calculated using the Discount Factor that equals the Cooperative's cost of equity capital and taking into account considering the date that the payment of Capital Credits would have occurred based on the Retirement Schedule. The Cooperative will seek to maintain the Retirement Schedule.
- 3.11.3. This discounting of Allocated Capital Credits will apply to both General Capital Credits Retirements and Special Capital Credits Retirements made prior to the period prescribed in the Retirement Schedule.

3.12. Recoupment

3.5.3.3.12.1. If a Member has a balance due to the Cooperative, the Cooperative shall apply part or all of the Capital Credits being retired to the Member's account balance, unless other arrangements for payment have been made by the Member.

3.13. Forfeiture of Capital Credits

3.5.4.3.13.1. The Cooperative shall not enter into any agreements under which a Member forfeits the right to the allocation or retirement of Capital Credits. The discounting of Capital Credits as provided for in this Policy shall not be deemed a forfeiture.

3.14. Method of Payment

3.5.5.3.14.1. The Cooperative will retire Capital Credits topay Members for retired Capital Credits either by eash, check, or bill credits, or other electronic means, depending on what method whichever the Board determines will be most effective, and in the Cooperative's best interest.

3.15. Minimum Amount

3.5.6.3.15.1. The Cooperative shall not retire and pay Allocated Capital Credits in an amount less than ten dollars (\$10.00), unless the retirement and payment is for all remaining Capital Credits allocated to a former member. The Cooperative may notify a former



member that the former member has Allocated Capital Credits in an amount less than ten dollars (\$10.00).

3.16. Records

3.5.7.3.16.1. The Cooperative will keep complete records of the amount of unretired Capital Credits that have been allocated to each Member, along with a record of the retirements to that Member representing the five years preceding the oldest outstanding unretired year. This information will be available upon request to each Member. The Cooperative requires each Member with Allocated Capital Credits to keep the Cooperative informed of such Member's current mailing address in order that the Cooperative may retire Allocated Capital Credits efficiently.

3.6.3.17. Unclaimed Retired Capital Credits

- 3.6.1.3.17.1. To the extent Retired Capital Credits are to be paid to Members via check, Each year the Cooperative will send checks containing. Retired Capital Credits amounts to the most current address listed on the Cooperative's records for those Members. with Allocated Capital Credits being retired. The Cooperative may receive returned Retired Capital Credits that If a Members have has failed to claim or may receive notifications as a result of Members' failure to cash checks with Retired Capital Credits. Amounts, In each instance, the Cooperative will void any such unclaimed or uncashed check Retired Capital Credits within 120 days of issuance.
- 3.6.2.3.17.2. Notwithstanding Section 3.17.1 of this Policy, if the For a period of three years the Cooperative will continue to send Retired Capital Credits to the most current address listed ien the Cooperative's records of for a Member with Allocated Capital Credits being retired has been determined by the Cooperative to be non-deliverable with respect to that Member, the Cooperative will not send a check containing Retired Capital Credit amounts for the Member to that address. Members, including former Members, are encouraged to keep the Cooperative informed of their current mailing address to facilitate receiving Allocated Capital Credit amounts as credits are retired. If required by the Texas Property Code, the Cooperative will send notice to a Member's last known address before remitting unclaimed Retired Capital Credits to the State Comptroller's Officer pursuant to Section 3.17.3 of this Policy. that year even if in prior years the address for the Member has been determined as non-deliverable.
- **3.6.3.** The Cooperative may post on its website the names of Members with Retired Capital Credits that have been unclaimed or uncashed.
- 3.6.4.3.17.3. When Retired Capital Credits amounts remain unclaimed after three years, those amounts may be remitted to the State Comptroller's Office delivered in accordance with PEC's Unclaimed Property Policy and with Section 74.3013 of the Texas Property Code. Otherwise, the Cooperative will notify the Member regarding any unclaimed Retired Capital Credits in accordance with the current State of Texas unclaimed property laws and following such notice to those Members, such Retired Capital Credits will be reported and remitted to the State Comptroller's Office as required by law.

3.7. PROCEDURE RESPONSIBILITIES



- 3.8. Implementation of Policy The Cooperative's Chief Executive Officer ("CEO") is responsible for implementing this Policy and for developing the practices and procedures necessary to allocate Capital Credits and retire Allocated Capital Credits according to this Policy.
- 3.9. Recommendations to the Board The Cooperative's CEO is responsible for: (1) recommending to the Board the manner, method, timing, and amount for allocating Capital Credits and retiring Allocated Capital Credits; and (2) when changes are believed to be in the best interest of the Cooperative and its Members, recommending to the Board revisions to this Policy.
- 3.10. Education and Communication The Cooperative's CEO is responsible for developing and implementing a program to: (1) educate employees and Members about the role of Capital Credits in the cooperative business model; and (2) effectively inform employees and Members about annual allocations and retirements.

4. **DEFINITIONS**

- **4.1. Active Account** An account of a Member that is receiving electric service or energy from PEC.
- **4.2. Allocated Capital Credits** The amount of Capital Credits allocated to each Member appearing as an entry on the permanent financial records of the Cooperative that reflects a Member's equity in the Cooperative.
- 4.3. Capital Credits A representation of each Member's share of the Cooperative's Net Operating Margins based upon each Member's purchases of electric service or energy, or as such Net Operating Margins may otherwise be allocated within a Member Class to a Member.
- **4.3.4.4.** Capital Credits Beneficiary A natural person or the PEC Charity designated by a Member to receive the Member's Capital Credit Retirements.
- 4.4.4.5. Capital Credits Retirements (or Retired Capital Credits) The payment retired made to a Member or a designee based onfrom Allocated Capital Credits at the timewhen the Board declares a retirement of credits after determination of the Cooperative's financial health.
- 4.6. Discount Factor The Discount Factor will befactor to be applied based upon the Cooperative's cost of equity capital rate and the Retirement Schedule and calculated in accordance with Section 4.93.119 of this Policy.
- 4.5.4.7. Discount Payment The amount paid to the Member equal to the net present value based upon the Cooperative's cost of equity capital rate and the number of years remaining in the Retirement Schedule.
- **4.6.4.8. Equity Management Plan** The Cooperative's plan for equity stabilization as outlined in the Equity Management Plan Policy.
- **4.7.4.9. General Capital Credits Retirements** The Allocated Capital Credits retained by the Cooperative and retired in accordance with Section 4.73.8 of this Policy.
- **4.8.4.10.** Inactive Accounts A Membern account under the membership of a natural person or Non-Natural Member that is no longer receiving electric service or energy from PEC, and whose membership fee has been applied to the final bill or refunded.



- 4.9.4.11.Member As defined in PEC's Tariff and Business Rules, a Member is aAny Person, firm, corporation, or body politic or governmental entity that has applied for electric service and has paid the Cooperative's membership fee and agrees to be bound by the Cooperative's governing documents individual or entity with capacity to enter into legally binding contracts that seeks electric service or energy within the Cooperative's service area and fulfills requirements specified in the Bylaws and Tariff and Business Rules. Under this Policy, Aa Member may include a former Member. A Member may be a natural person or a Non-Natural Member.
- **4.10.4.12. Member Class** A group of Members with similar electric use service characteristics (e.g., residential, commercial, industrial) taking service under one or more rate schedules.
- **4.11.4.13. Net Operating Margins** The excess revenue remaining after all operating expenses and cost of capital, including but not limited to, cost of power, depreciation, interest, and taxes have been deducted from the Cooperative's total operating revenue.
- **4.12.4.14. Net Operating Loss** The lack of revenue remaining when revenues are less than the aggregate amount of all operating expenses <u>and other costs</u>, including but not limited to, cost of power, depreciation, interest, and taxes.
- **4.13. Non-Natural Member** A membership in PEC held by an business entity, trustorganization, or group or legal entity other than a natural person.

<u>4.15.</u>

- **4.14.4.16. Non-Operating Margins** The margins generated from activities that are not related to providing electric service or energy to Members including, without limitation, interest income, gain or loss on disposal of assets, realized monetary settlements, and any other activities that would not be considered related to providing electric services or energy.
- **4.17. Patronage Capital** The capital component a Member furnishes the Cooperative through payment of amounts billed for electric services or energy.
- **4.15.4.18. PEC Charity** A nonprofit organization established by PEC that Cooperative Members may designate as a beneficiary for Capital Credits.
- **4.19. Person** Any natural person, organization, or legal entity.
- **4.16.4.20. Retirement Schedule** An approximate thirty-year schedule for retirement of Capital Credits as determined by the Board.
- **4.17.4.21. Special Capital Credits Retirements** The Allocated Capital Credits retained by the Cooperative and retired in accordance with Section 4.83.9 of this Policy.
- **4.18.4.22. Unclaimed Capital Credits** A Member's financial interest in Allocated Capital Credits that is presumed abandoned after one or more years and that is or may become "Unclaimed Property" under Texas law.

5. POLICY ENFORCEMENT

The Board oversees and enforces this Policy. The CEO, through the Policy Administrator, shall implement and comply with this Policy. Violations of this Policy may result in disciplinary action, up to and including, termination.



6. REFERENCES AND RELATED DOCUMENTS

Texas Property Code (Unclaimed Property Title 6)

Articles of Incorporation

Bylaws

Texas Utilities Code Section 161.059

Texas Utilities Code Section 41.055

Equity Management Plan Policy

Unclaimed Property Policy

Capital Credits Handbook

Tariff and Business Rules

Date adopted:	December 20, 2010
Last reviewed:	November 22, 2019TBD
Review frequency:	Every 3 years
Amendment dates:	December 20, 2010; September 19, 2011; September 15, 2014; November 14, 2016; September 17, 2018; November 22, 2019; TBD
Effective date:	November 22, 2019 <u>: TBD</u>
Approver:	Board of Directors
Applies to:	All PEC members, former members, Board of Directors and employees
Policy Administrator:	Chief Financial Officer
Superseding effect:	This Policy supersedes all previous policies and memoranda concerning the subject matter. Only the Approver may authorize exceptions to this Policy.



CAPITAL CREDITS POLICY

Effective Date: TBD

POLICY AT A GLANCE

PEC is committed to upholding the Cooperative Principle of **Member Economic Participation** by reinvesting in our operations and returning margins to our Members in the form of Capital Credits.

SUBJECTS INCLUDED IN THIS POLICY

CEC Responsik		Board Responsibilities		Net Operating Margin Allocations		Adjustments	
Net Oper Loss Alloc		Notice of Allocation		Capital Credit Retirements		Discounting of Allocated Capital Credits	
Establish Capital Ci Benefic	redits	Recoupment		Forfeiture of Capital Credits		Method of Payment	
Minimum Amount		Records		Uncla Retired Cred	Capital		

1. PURPOSE

The purpose of the Capital Credits Policy ("Policy") is to establish that the method and manner in which Pedernales Electric Cooperative, Inc. ("Cooperative" or "PEC") allocates and retires Patronage Capital is compliant with applicable laws, restrictions imposed by its debt financing covenants, and the Cooperative's <u>Articles of Incorporation</u> and <u>Bylaws</u>. The allocation and retirement of Patronage Capital shall be just and reasonable, not unreasonably preferential, prejudicial, or discriminatory to the Cooperative's Members, and implemented in a way that maintains a healthy financial state for the Cooperative.

2. SCOPE

2.1. This Policy applies to all Members (including designees) who have Allocated Capital Credits, the Board of Directors ("Board"), and employees of the Cooperative.

3. POLICY AND IMPLEMENTATION

3.1. Chief Executive Officer ("CEO") Responsibilities

- **3.1.1.** The CEO is responsible for:
 - **3.1.1.1.** Implementing this Policy and for developing the practices and procedures necessary to allocate Capital Credits and retire Allocated Capital Credits according to this Policy;
 - **3.1.1.2.** Recommending to the Board the manner, method, timing, and amount for allocating Capital Credits and retiring Allocated Capital Credits. Recommending revisions to this Policy to the Board when changes are believed to be in the best interest of the Cooperative; and
 - **3.1.1.3.** Developing and implementing a program to: (1) educate employees and Members about the role of Capital Credits in the cooperative business model; and (2) effectively inform employees and Members about annual allocations and retirements.

3.2. Board Responsibilities

- **3.2.1.** The Board is responsible for:
 - **3.2.1.1.** Reviewing, discussing, and evaluating the CEO's recommendations regarding the allocation and retirement of Capital Credits;
 - **3.2.1.2.** Approving allocations of Capital Credits and retirements of Allocated Capital Credits;
 - **3.2.1.3.** Reviewing, discussing, and evaluating this Policy regularly;
 - **3.2.1.4.** Reviewing, discussing, and evaluating the CEO's recommendations for revisions of this Policy; and
 - **3.2.1.5.** Approving and directing revisions to this Policy.

3.3. Net Operating Margin Allocations

- **3.3.1.** Each Member purchasing electricity or being billed for electric services or energy from the Cooperative will receive an allocation of the Net Operating Margins.
 - **3.3.1.1.** Non-utility, Non-Operating Margins will not be included in the allocation of Net Operating Margins.



- **3.3.2.** If the Board approves, the Cooperative may allocate Capital Credits or retire Allocated Capital Credits to the various Member Classes under different manners, methods, timing, and amounts, as long as the Cooperative, is not acting unreasonably preferential, prejudicial, or discriminatory. Furthermore, the Cooperative may discount Allocated Capital Credits when retiring credits prior to the Retirement Schedule.
- **3.3.3.** In most cases, the dollar amount of electricity or energy purchased by the Member during a year over the total amount of electricity or energy purchased by the Members within a Member Class is calculated to determine that Member's Patronage Capital and resulting contribution to Net Operating Margins.
- **3.3.4.** Other methods of allocating Net Operating Margins may be utilized to the extent that those methods are deemed to be just and reasonable, not unreasonably preferential, prejudicial, or discriminatory.

3.4. Adjustments

- **3.4.1.** Net Operating Margins may be adjusted for the net change in accrued unbilled revenue, made by the Cooperative during the fiscal year.
- **3.4.2.** Prior to any allocation, the Cooperative shall review each Member's billing records to ensure that any Members with a net negative billing have been adjusted so that these Members do not receive a negative allocation of the Net Operating Margins.

3.5. Net Operating Loss Allocation

3.5.1. If the Cooperative has a Net Operating Loss in a given year, that loss will not be allocated to Members. Instead, that loss will be rolled forward and combined with the positive Net Operating Margins in the succeeding year(s) and any remaining Net Operating Margins will then be allocated to the Members.

3.6. Notice of Allocation

3.6.1. The Cooperative will notify each Member in writing of the amount allocated to the Member for the preceding fiscal year within approximately eight and one-half months following the end of the fiscal year.

3.7. Capital Credits Retirements

- 3.7.1. Capital Credits Retirements will be made consistent with the assumptions and limitations contained in the approved Equity Management Plan. The Board will use the Equity Management Plan as the basis for its determination of whether a retirement of credits may result in an adverse financial impact to the Cooperative. The Board must make this determination prior to any Capital Credit Retirements.
- **3.7.2.** All Capital Credits Retirements must comply with restrictions placed on PEC by its lenders, its Articles of Incorporation, its Bylaws, and state and federal law.
- 3.7.3. Each year, subject to the Board's determination as to the impact to the Cooperative, the Cooperative will implement its Capital Credits Retirement strategy on a systematic basis for that year which includes General Capital Credits Retirement and/or Special Capital Credits Retirements as described in Sections 3.8 and 3.9.
- **3.7.4.** When retiring Allocated Capital Credits outside of the Retirement Schedule, either through General Capital Credits Retirements or Special Capital Credits Retirements, the Cooperative will pay the discounted (applying the Discount Factor), net present



value of the Capital Credits. The actual amount of the discount will be recorded in the systems and records of the Cooperative in the name of the Member.

3.7.4.1. Members with an Active Account may refuse Allocated Capital Credits retired outside the Retirement Schedule and elect to defer a discounting of its Allocated Capital Credits until such date as the payment at full value would otherwise occur. Acceptance of the discounted retirement of Capital Credits shall be considered acceptance of the Discount Factor. Members with Inactive Accounts may not refuse Allocated Capital Credits.

3.8. General Capital Credits Retirements

- 3.8.1. In general, Allocated Capital Credits are retired in accordance with the Retirement Schedule as permitted by the financial health of the Cooperative consistent with Cooperative policies, but the Board may decide to retire credits under alternative schedules. Unless otherwise directed by the Board, Capital Credits are generally retired as follows:
 - **3.8.1.1.** A portion of the General Capital Credits Retirements will be from the oldest outstanding year(s) for which allocations have been made that have not yet been retired. To the extent credits from the oldest outstanding year(s) being retired have been retained less than the prescribed period in the Retirement Schedule, the Discount Factor will be applied to those credit amounts being retired.
 - 3.8.1.2. A portion of the General Capital Credits Retirements will be made from the most recent year(s) for which allocations have been made that have not yet been retired. To the extent credits from the most recent year(s) being retired have been retained less than the prescribed period in the Retirement Schedule, the Discount Factor will be applied to those credit amounts being retired.
 - **3.8.1.3.** For members with Active Accounts and unretired credit allocations, a portion of the General Capital Credits Retirements may be made from any other year(s). To the extent credits being retired have been retained less than the prescribed period in the Retirement Schedule, the Discount Factor will be applied to those credit amounts being retired.

3.9. Special Capital Credits Retirements

- **3.9.1.** The Cooperative may retire Capital Credits outside the Retirement Schedule after considering the determination of the Cooperative's financial health.
 - 3.9.1.1. Estates The Cooperative may specially retire Capital Credits when the Cooperative receives proper notification that a Member who is a natural person has died. If a Capital Credits Beneficiary was not established, upon request by the appropriate representative of the Member and upon receipt of appropriate legal documentation, the Cooperative will pay the estate its remaining Allocated Capital Credits after application of the Discount Factor. See Section 3.10 of this Policy for information on establishing a Capital Credits Beneficiary.
 - **3.9.1.2.** Non-Natural Members The Cooperative may specially retire Capital Credits when the Cooperative receives proper notification of the dissolution, liquidation, or cessation of existence of any Non-Natural Member. Upon request of the appropriate representative of the entity and receipt of

appropriate legal documentation, the Cooperative will pay the Non-Natural Member its remaining Allocated Capital Credits after application of the Discount Factor. A Non-Natural Member that has dissolved or otherwise ceased existence for the purposes of reorganizing will not be eligible for a Special Capital Credit Retirement under this section.

3.9.1.3. Inactive Accounts - The Cooperative may specially retire Capital Credits of a former member when the former member has been disconnected and is no longer receiving electric service from PEC. In addition to retiring the historically Allocated Capital Credits, the Cooperative may estimate and allocate the current period's capital credit amount for a Member disconnecting from service using the prior year's allocation percentage. The Cooperative will pay the former member its Allocated Capital Credits after application of the Discount Factor.

3.10. Establishing a Capital Credits Beneficiary

- **3.10.1.** A Capital Credits Beneficiary is either a natural person or the PEC Charity designated by a Member to receive the Member's Capital Credits Retirements.
- 3.10.2. If a Member has designated a Capital Credits Beneficiary, through PEC's Capital Credits Beneficiary determination process, the Capital Credits Beneficiary may be eligible to receive the Member's Allocated Capital Credits as a Special Capital Credits Retirement or one or more General Capital Credits Retirement authorized by the Board.
- 3.10.3. Upon a Member designating a natural person as a Capital Credits Beneficiary, and anytime thereafter, the Member may agree to a discounted retirement upon their death. If the Member does not agree to a discounted retirement for its Capital Credits Beneficiary, the Member's Allocated Capital Credits will be retired through one or more General Capital Credit Retirements.
- **3.10.4.** Upon designating the PEC Charity as a Capital Credits Beneficiary, and anytime thereafter, the Member may agree to a discounted retirement upon their death.

3.11. Discounting of Allocated Capital Credits

- **3.11.1.** The discounting of Allocated Capital Credits is computed by first determining the current net present value of a retirement of Capital Credits that would otherwise have been made upon the Retirement Schedule based on the Cooperative's cost of equity capital.
- **3.11.2.** The amount of the Discounted Payment will be equal to the net present value considering the date that the payment of Capital Credits would have occurred based on the Retirement Schedule.
- **3.11.3.** This discounting of Allocated Capital Credits will apply to both General Capital Credits Retirements and Special Capital Credits Retirements made prior to the period prescribed in the Retirement Schedule.

3.12. Recoupment

3.12.1. If a Member has a balance due to the Cooperative, the Cooperative shall apply part or all of the Capital Credits being retired to the Member's account balance, unless other arrangements for payment have been made by the Member.

3.13. Forfeiture of Capital Credits



3.13.1. The Cooperative shall not enter into any agreements under which a Member forfeits the right to the allocation or retirement of Capital Credits. The discounting of Capital Credits as provided for in this Policy shall not be deemed a forfeiture.

3.14. Method of Payment

3.14.1. The Cooperative will pay Members for retired Capital Credits by check, bill credits, or other electronic means, depending on what method the Board determines will be most effective, and in the Cooperative's best interest.

3.15. Minimum Amount

3.15.1. The Cooperative shall not retire and pay Allocated Capital Credits in an amount less than ten dollars (\$10.00), unless the retirement and payment is for all remaining Capital Credits allocated to a former member. The Cooperative may notify a former member that the former member has Allocated Capital Credits in an amount less than ten dollars (\$10.00).

3.16. Records

3.16.1. The Cooperative will keep complete records of the amount of unretired Capital Credits that have been allocated to each Member, along with a record of the retirements to that Member representing the five years preceding the oldest outstanding unretired year. This information will be available upon request to each Member. The Cooperative requires each Member with Allocated Capital Credits to keep the Cooperative informed of such Member's current mailing address in order that the Cooperative may retire Allocated Capital Credits efficiently.

3.17. Unclaimed Retired Capital Credits

- 3.17.1. To the extent Retired Capital Credits are to be paid to Members via check, the Cooperative will send checks containing Retired Capital Credit amounts to the most current address listed on the Cooperative's records for those Members. If a Member has failed to claim or cash checks with Retired Capital Credit Amounts, the Cooperative will void any such unclaimed or uncashed check within 120 days of issuance.
- 3.17.2. Notwithstanding Section 3.17.1 of this Policy, if the most current address listed in the Cooperative's records for a Member with Allocated Capital Credits being retired has been determined by the Cooperative to be non-deliverable with respect to that Member, the Cooperative will not send a check containing Retired Capital Credit amounts for the Member to that address. Members, including former Members, are encouraged to keep the Cooperative informed of their current mailing address to facilitate receiving Allocated Capital Credit amounts as credits are retired. If required by the Texas Property Code, the Cooperative will send notice to a Member's last known address before remitting unclaimed Retired Capital Credits to the State Comptroller's Officer pursuant to Section 3.17.3 of this Policy.
- **3.17.3.** When Retired Capital Credit amounts remain unclaimed after three years, those amounts may be remitted to the State Comptroller's Office in accordance with PEC's Unclaimed Property Policy and with Section 74.3013 of the Texas Property Code.



4. **DEFINITIONS**

- **4.1. Active Account** An account of a Member that is receiving electric service or energy from PEC.
- **4.2. Allocated Capital Credits** The amount of Capital Credits allocated to each Member appearing as an entry on the permanent financial records of the Cooperative that reflects a Member's equity in the Cooperative.
- **4.3. Capital Credits** A representation of each Member's share of the Cooperative's Net Operating Margins based upon each Member's purchases of electric service or energy, or as such Net Operating Margins may otherwise be allocated within a Member Class to a Member.
- **4.4. Capital Credits Beneficiary** A natural person or the PEC Charity designated by a Member to receive the Member's Capital Credit Retirements.
- **4.5.** Capital Credits Retirements (or Retired Capital Credits) The payment made to a Member or a designee based on Allocated Capital Credits at the time the Board declares a retirement of credits after determination of the Cooperative's financial health.
- **4.6. Discount Factor** The factor to be applied based upon the Cooperative's cost of equity capital rate and the Retirement Schedule and calculated in accordance with Section 3.11 of this Policy.
- **4.7. Discount Payment** The amount paid to the Member equal to the net present value based upon the Cooperative's cost of equity capital rate and the number of years remaining in the Retirement Schedule.
- **4.8. Equity Management Plan** The Cooperative's plan for equity stabilization as outlined in the Equity Management Plan Policy.
- **4.9. General Capital Credits Retirements** The Allocated Capital Credits retained by the Cooperative and retired in accordance with Section 3.8 of this Policy.
- **4.10. Inactive Accounts** A Member account that is no longer receiving electric service or energy from PEC, and whose membership fee has been applied to the final bill or refunded.
- **4.11. Member** As defined in PEC's Tariff and Business Rules, a Member is any Person or governmental entity that has applied for electric service and has paid the Cooperative's membership fee and agrees to be bound by the Cooperative's governing documents. Under this Policy, a Member may include a former Member.
- **4.12. Member Class** A group of Members with similar electric use service characteristics (e.g., residential, commercial, industrial) taking service under one or more rate schedules.
- **4.13. Net Operating Margins** The excess revenue remaining after all operating expenses and cost of capital, including but not limited to, cost of power, depreciation, interest, and taxes have been deducted from the Cooperative's total operating revenue.
- **4.14. Net Operating Loss** The lack of revenue remaining when revenues are less than the aggregate amount of all operating expenses and other costs, including but not limited to, cost of power, depreciation, interest, and taxes.
- **4.15. Non-Natural Member** A membership in PEC held by an organization, group or legal entity other than a natural person.



- **4.16. Non-Operating Margins** The margins generated from activities that are not related to providing electric service or energy to Members including, without limitation, gain or loss on disposal of assets, realized monetary settlements, and any other activities that would not be considered related to providing electric services or energy.
- **4.17. Patronage Capital** The capital component a Member furnishes the Cooperative through payment of amounts billed for electric services or energy.
- **4.18. PEC Charity** A nonprofit organization established by PEC that Cooperative Members may designate as a beneficiary for Capital Credits.
- **4.19. Person** Any natural person, organization, or legal entity.
- **4.20. Retirement Schedule** An approximate thirty-year schedule for retirement of Capital Credits as determined by the Board.
- **4.21. Special Capital Credits Retirements** The Allocated Capital Credits retained by the Cooperative and retired in accordance with Section 3.9 of this Policy.
- **4.22. Unclaimed Capital Credits** A Member's financial interest in Allocated Capital Credits that is presumed abandoned under Texas law.

5. POLICY ENFORCEMENT

The Board oversees and enforces this Policy. The CEO, through the Policy Administrator, shall implement and comply with this Policy. Violations of this Policy may result in disciplinary action, up to and including, termination.

6. REFERENCES AND RELATED DOCUMENTS

Texas Property Code (Unclaimed Property Title 6)

Articles of Incorporation

Bylaws

Texas Utilities Code Section 161.059

Texas Utilities Code Section 41.055

Equity Management Plan Policy

Unclaimed Property Policy

Tariff and Business Rules

Date adopted:	December 20, 2010
Last reviewed:	TBD
Review frequency:	Every 3 years
Amendment dates:	December 20, 2010; September 19, 2011; September 15, 2014; November 14, 2016;
	September 17, 2018; November 22, 2019; TBD
Effective date:	TBD
Approver:	Board of Directors
Applies to:	All PEC members, former members, Board of Directors and employees
Policy Administrator:	Chief Financial Officer
Superseding effect:	This Policy supersedes all previous policies and memoranda concerning the subject matter. Only the Approver may authorize exceptions to this Policy.





Pedernales Electric Cooperative

PO Box 1 Johnson City, TX 78636

File #: 2025-013, Version: 1

Draft Resolution - Review and Approval of the Decorum Policy - A Stover

Submitted By: Andrea Stover Department: General Counsel

Financial Impact and Cost/Benefit Considerations: Expenditure of Cooperative funds estimated in the amount of \$0 currently included in the Cooperative's 2025 operating budget; expenditures of staff time estimated in amount of 0 hours (other than ordinary processing requirements).

Pursuant to the Board's Policy on Policies, the Board routinely reviews all Board policies as part of its policy management. Under the Board's approved review schedule, the Board may now consider review of the Decorum Policy ("Policy") that was last reviewed and approved on October 16, 2020.

As outlined in the Policy, Member participation in Pedernales Electric Cooperative, Inc. ("Cooperative" or "PEC") affairs is valued and respected, and individuals should be allowed to state opinions. Meetings or functions of the Cooperative, including Board meetings, and any business interactions with the Cooperative, whether conducted on or off PEC premises or on any PEC platform, shall be conducted in a professional and courteous manner. PEC updates this policy to address interactions with Members and others who participate in PEC meetings or other interactions with PEC to clarify requirements of behavior, including language and behavior in online discussions.

BE IT RESOLVED BY THE BOARD OF DIRECTORS that pursuant to its regular review of Board policies, the Board has reviewed and adopts the updated Decorum Policy with such changes, if any, as were approved by the Board: and

BE IT FURTHER RESOLVED that the Chief Executive Officer, or designee, is authorized to take any actions as may be necessary to implement this resolution.



Draft Resolution – Review and Approval of the Decorum Policy

Andrea Stover | General Counsel

Policy Updates

- The Policy applies to interactions between and among PEC Employees, Board Directors and Members at Cooperative meetings and function.
 - Requires participants to be orderly, respectful and for proceedings to be free from abusive or bullying language and behavior.
- Changes to the policy broaden scope beyond Cooperative meetings and functions to include all interactions with PEC, including other oral communications and online discussions.
- Additional changes were made to provide clarification and consistency within the policy.



pec.coop



DECORUM POLICY

Effective Date: October 16, 2020 TBD

1. PURPOSE

As a <u>democratically-controlled</u> <u>democratically controlled</u> and Member-owned Cooperative, Member participation in Pedernales Electric Cooperative, <u>Inc.</u> ("Cooperative" or "PEC") affairs is valued and respected, and individuals should be allowed to state opinions. Meetings or functions of the Cooperative <u>and any business interactions with the Cooperative</u>, whether conducted on or off <u>PEC</u> premises <u>or any PEC platform</u>, shall be conducted in a professional and courteous manner.

2. SCOPE

This Policy applies to all Participants at meetings of PEC Board of Directors ("Board" or "Directors") and any other business meeting or function of the Cooperative, and any business interactions with the Cooperative, whether on or off PEC premises or any PEC platform.

3. POLICY AND IMPLEMENTATION

- 3.1. PEC Business Meetings—or, Functions—, or Business Interactions with the Cooperative
 - 3.1.3.1.1. Participants in any business meeting or function shall maintain an environment free of abusive, slanderous, or bullying behavior. To protect the security and safety of persons attending such meetings meetings or functions or with respect to any business interactions with the Cooperative, all Participants shall respect an individual's physical space and refrain from any form of physical intimidation or abuse. Any behavior demonstrating or threatening violence, attackpersonal attacks, or physical abuse iswill not be tolerated.
 - **3.1.1.**3.1.2. Meeting Participants may not display placards, bumper stickers, signs, or other campaigning, or political advocacy materials within the premises of a <u>PEC</u> meeting or function, other than those materials displayed on the individual Participants' body or clothing. Campaigning and electioneering for PEC elections is governed by the Cooperative's Election Policy and Procedures.
 - 3.1.2.3.1.3. Meeting Participants shall refrain from disruptive or distracting behavior or from harassing or similar behavior. Personal or character attacks, or improperly sidetracking the attention of other Participants with subject matter that is irrelevant to PEC or unrelated to PEC are examples of disruptive or distracting behavior.



- 3.1.4. Directors and PEC Employees shall behave in an orderly fashion and preserve the decorum of any business meeting or function conducted on or off PEC premises or with respect to any business interactions with or on behalf of the Cooperative.
- 3.2. Board Meetings. PEC Board meetings are conducted in accordance with the Board Meetings Policy and the currentBoard Meetings Policy, the latest edition of Robert's Rules of Order Newly Revised, as practicable, and "Board and Committees 'Procedure forin Small Boards" (for example, Robert's Rules of Order Newly Revised § 49 (11th ed. Cambridge, Mass.: Perseus Publishing, 2011)).Boards'" included therein.
 - All Participants wishing to address the Board during the designated portion of a Board meeting shall sign a registry identifying themselves prior to speaking, and shall open their remarks by stating their name and whether they are a Cooperative Member. Time allotted by the Board for each speaker cannot be shared or allotted with other speakers. The allotted time shall include and commence from the beginning of the speaker's remarks and include any time that passes during questioning or colloquy between the speaker and the Board. Additional time may be granted to a person by the Presiding Board Presiding Board.
 - 3.2.1.3.2.2. When any Member or Participant wishes to provide written or demonstrative materials to the Board or others, such Member or Participant must, prior to the meeting's start, provide the information to the Board Secretary or their designee for distribution.
 - 1.1.1.3.2.3. Participants shall refrain from disruptive or distracting behavior. or from harassing or similar behavior. Personal or character attacks, speaking out of turn, approaching or standing at the Board meeting dais or areas designated for PEC employees without the permission of the Presiding Board Officer, or improperly sidetracking the attention of other Participants with subject matter that is irrelevant to PEC or unrelated to PEC are examples of disruptive or distracting behavior.

4. PROCEDURE RESPONSIBILITIES

- **4.1.** PEC Business Meetings or Functions. Directors and Employees shall maintain order and preserve the decorum of any business meeting or function conducted on or off the Cooperative premises.
 - 3.2.4. Board Meetings. The Presiding Board Officer shall maintain order and preserve the decorum of Board meetings as provided in this Policy. Each Board Director shall cooperate with the Presiding Board Officer in preserving order and decorum, and no Participant shall, by conversation or otherwise, delay or interrupt the proceedings of the Board, nor disturb any person while speaking.

5.4. DEFINITIONS

5.1.4.1. Participants – Collectively includes Cooperative Board Directors, employees, Members, or any other attendeespersons in attendance at PEC Board meetings, other business meetings—of, functions, online interactions, or other discussions with respect to any business interactions with the Cooperative.

6.5. POLICY ENFORCEMENT

- 6.1.5.1. When Member or Participanta Participant's behavior violates this Policy, is severe, or threatens physical safety or property, the Presiding Board Officer, CEOChief Executive Officer, or responsibledesignated Cooperative employee or agent may require the Member or Participant to leave the PEC premises, to leave any PEC Board meeting, any other business meeting or function; or discussion. to discontinue any discussions regarding Cooperative business.
 - **6.2.** Repeated or Severe Violation
- 6.2.1.5.2. PEC Business Meetings or Functions. Upon repeated or severe violation of this Policy, the Board, CEO, or their designee Presiding Board Officer, Chief Executive Officer, or designated Cooperative employee or agent, may prohibit a person Participant from attendance atcoming onto PEC premises, or from attendance at future PEC Board meetings, any other business meetings, functions, online or telephonic discussions, or from oral discussions regarding Cooperative business. The duration of the prohibition shall be based upon the severity and nature of the violation and to be determined in the sole discretion of the Cooperative or its designee.
 - **6.2.2.** Board Meetings. Upon repeated or severe violation of this Policy, the Board may prohibit a person from attendance at PEC Board meetings. The duration of the prohibition shall be based upon the severity and nature of the violation.
- 5.3. The Cooperative reserves the right to block, delete, or edit posts on its social media platforms where such posts are determined by PEC to be inappropriate, unprofessional, offensive, or otherwise in violation of PEC's policies.

7.6. REFERENCES AND RELATED DOCUMENTS

Board Meetings Policy

Board Meetings Policy

Robert's Rules of Order Newly Revised (11th ed. Cambridge, Mass.: Perseus Publishing, 2011)Latest edition, "Boards and Committees – Procedure in Small Boards")

Date adopted:	March 15, 2010	
Last reviewed:	October 16, 2020 <u>TBD</u>	
Review frequency:	Every Five Three Years	
Amendment dates:	September 21, 2015, October 16, 2020; TBD	
Effective date:	October 16, 2020 <u>TBD</u>	
Approver:	Board of Directors	
Applies to:	All Participants at meetings of the Board of Directors, any other business meeting or function of the Cooperative or with respect to any business interactions with the Cooperative, whether on or off PEC premises or any PEC platform.	
Administrator:	Board of Directors and Chief Executive Officer	
Superseding effect:	This Policy supersedes all previous policies and memoranda concerning the subject matter. Only the Approver may authorize exceptions to this Policy.	



DECORUM POLICY

Effective Date: TBD

1. PURPOSE

As a democratically controlled and Member-owned Cooperative, Member participation in Pedernales Electric Cooperative, Inc. ("Cooperative" or "PEC") affairs is valued and respected, and individuals should be allowed to state opinions. Meetings or functions of the Cooperative and any business interactions with the Cooperative, whether conducted on or off PEC premises or any PEC platform, shall be conducted in a professional and courteous manner.

2. SCOPE

This Policy applies to all Participants at meetings of PEC Board of Directors ("Board" or "Directors") and any other business meeting or function of the Cooperative, and any business interactions with the Cooperative, whether on or off PEC premises or any PEC platform.

3. POLICY AND IMPLEMENTATION

3.1. PEC Business Meetings, Functions, or Business Interactions with the Cooperative

- **3.1.1.** Participants shall maintain an environment free of abusive, slanderous, or bullying behavior. To protect the security and safety of persons attending meetings or functions or with respect to any business interactions with the Cooperative, all Participants shall respect an individual's physical space and refrain from any form of physical intimidation or abuse. Any behavior demonstrating or threatening violence, personal attacks, or physical abuse will not be tolerated.
- **3.1.2.** Participants may not display placards, bumper stickers, signs, or other campaigning, or political advocacy materials within the premises of a PEC meeting or function, other than those materials displayed on the individual Participants' body or clothing. Campaigning and electioneering for PEC elections is governed by the Cooperative's Election Policy and Procedures.
- **3.1.3.** Participants shall refrain from disruptive or distracting behavior or from harassing or similar behavior. Personal or character attacks, or improperly sidetracking the attention of other Participants with subject matter that is irrelevant to PEC or unrelated to PEC are examples of disruptive or distracting behavior.
- **3.1.4.** Directors and PEC Employees shall behave in an orderly fashion and preserve the decorum of any business meeting or function conducted on or off PEC premises or with respect to any business interactions with or on behalf of the Cooperative.
- **3.2. Board Meetings** PEC Board meetings are conducted in accordance with the <u>Board Meetings Policy</u>, the latest edition of Robert's Rules of Order Newly Revised, as practicable, and "Board and Committees 'Procedure in Small Boards'" included therein.



- 3.2.1. All Participants wishing to address the Board during the designated portion of a Board meeting shall sign a registry identifying themselves prior to speaking and shall open their remarks by stating their name and whether they are a Cooperative Member. Time allotted by the Board for each speaker cannot be shared or allotted with other speakers. The allotted time shall include and commence from the beginning of the speaker's remarks and include any time that passes during questioning or colloquy between the speaker and the Board. Additional time may be granted to a person by the Presiding Board Officer, or upon a majority vote of the Board.
- **3.2.2.** When any Participant wishes to provide written or demonstrative materials to the Board or others, such Participant must, prior to the meeting's start, provide the information to the Board Secretary or their designee for distribution.
- **3.2.3.** Participants shall refrain from disruptive or distracting behavior or from harassing or similar behavior. Personal or character attacks, speaking out of turn, approaching or standing at the Board meeting dais or areas designated for PEC employees without the permission of the Presiding Board Officer, or improperly sidetracking the attention of other Participants with subject matter that is irrelevant to PEC or unrelated to PEC are examples of disruptive or distracting behavior.
- **3.2.4.** The Presiding Board Officer shall maintain order and preserve the decorum of Board meetings as provided in this Policy. Each Board Director shall cooperate with the Presiding Board Officer in preserving order and decorum, and no Participant shall, by conversation or otherwise, delay or interrupt the proceedings of the Board, nor disturb any person while speaking.

4. **DEFINITIONS**

4.1. Participants – Collectively includes Cooperative Board Directors, employees, Members, or any other persons in attendance at PEC Board meetings, other business meetings, functions, online interactions, or other discussions with respect to any business interactions with the Cooperative.

5. POLICY ENFORCEMENT

- **5.1.** When a Participant's behavior violates this Policy, is severe, or threatens physical safety or property, the Presiding Board Officer, Chief Executive Officer, or designated Cooperative employee or agent may require the Participant to leave the PEC premises; to leave any PEC Board meeting, any other business meeting or function; or to discontinue any discussions regarding Cooperative business.
- **5.2.** Upon repeated or severe violation of this Policy, the Presiding Board Officer, Chief Executive Officer, or designated Cooperative employee or agent, may prohibit a Participant from coming onto PEC premises, or from attendance at future PEC Board meetings, any other business meetings, functions, or discussions, or from oral discussions regarding Cooperative business. The duration of the prohibition shall be based upon the severity and nature of the violation and to be determined in the sole discretion of the Cooperative or its designee.
- **5.3.** The Cooperative reserves the right to block, delete, or edit posts on its social media platforms where such posts are determined by PEC to be inappropriate, unprofessional, offensive, or otherwise in violation of PEC's policies.

6. REFERENCES AND RELATED DOCUMENTS

Board Meetings Policy

Robert's Rules of Order Newly Revised (Latest edition, "Boards and Committees – Procedure in Small Boards")

Date adopted:	March 15, 2010
Last reviewed:	TBD
Review frequency:	Every Three Years
Amendment dates:	September 21, 2015, October 16, 2020; TBD
Effective date:	TBD
Approver:	Board of Directors
Applies to:	All Participants at meetings of the Board of Directors, any other business meeting or function of the Cooperative or with respect to any business interactions with the Cooperative, whether on or off PEC premises or any PEC platform.
Administrator:	Board of Directors and Chief Executive Officer
Superseding effect:	This Policy supersedes all previous policies and memoranda concerning the subject matter. Only the Approver may authorize exceptions to this Policy.

Pedernales Electric Cooperative

PO Box 1 Johnson City, TX 78636

File #: 2025-014, Version: 1

Draft Resolution - Approval for Directing the General Counsel to Prepare 2025 Proposed Non-Director Election Ballot Matter(s) - M Butler

Submitted By: Michael Butler **Department: Senior Counsel**

Financial Impact and Cost/Benefit Considerations: Expenditure of Cooperative funds estimated in the amount of \$0 currently included in the Cooperative's 2025 operating budget; expenditures of staff time estimated in amount of 0 hours (other than ordinary processing requirements).

The Election Policy ("Election Policy") and accompanying Election Procedures ("Election Procedures") of Pedernales Electric Cooperative, Inc. ("PEC") are intended to ensure that PEC Elections are conducted in a fashion that maximizes and exemplifies "Democratic Member Control."

Section 2 of the Election Policy provides:

"The Board recognizes that consistent, credible PEC Elections are essential to maintaining Member confidence in PEC, and the key vehicle by which Members hold Directors accountable and influence the direction of the Cooperative, both through election of Directors . . . and elections on issues of importance to the Cooperative ("Non-Director Election")."

Section 6.1 of the Election Procedures provides:

"The Board may, from time-to-time, submit matters under consideration by the Board to a vote of the Members. The vote in any such Non-Director Election shall be advisory only, except in such cases where a vote of Members is required by law or the PEC Bylaws, such as a vote to amend the PEC Articles of Incorporation. No later than the Regular Board Meeting 5 months prior to an election, the Board will direct the General Counsel to prepare proposed Ballot wording for any items to be put to a vote in a Non-Director Election. Any such matters will be presented by the General Counsel in a way to enhance Member understanding of such measures, including any Board recommendation or position concerning such a vote."

The Board may now wish to consider whether any Non-Director Election(s) matter(s) shall be placed on the 2025 election ballot.

BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE COOPERATIVE that the General Counsel, or designee, of the Cooperative is directed to prepare proposed ballot wording for consideration by the Board of Directors on the following Non-Director Election matter(s):

A)	•
B)	•
C)	; and

BE IT FURTHER RESOLVED that in accordance with Section 6.1 of the Election Procedures, the ballot wording will be presented in a way to maximize Members' understanding of the Non-Director Election matter, including any Board recommendation or position concerning the matter; and

BE IT FURTHER RESOLVED that the Board votes to [support/oppose] the proposed Non-Director Election matter, and the General Counsel is directed to draft proposed ballot language that reflects the Board's position; and

File #: 2025-014, Version: 1

BE IT FURTHER RESOLVED that this proposed Non-Director Election matter shall not be included on the 2025 election ballot unless and until a majority of the Directors votes to affirmatively place the matter on the 2025 election ballot and approves the ballot wording; and

BE IT FURTHER RESOLVED that the General Counsel or designee, is directed to take all necessary actions to implement this resolution.



2025 Non-Director Election Ballot Matter(s)

Michael Butler | Senior Counsel

2025 Non-Director Election Ballot Matter(s)

<u>Draft Resolution</u> Concerning Requests to Place Non-Director Election Matters on the PEC 2025 Election Ballot



- PEC Elections Policy and Procedures:
 - Section 6.1: "The Board may, from time-to-time, submit matters under consideration by the Board to a vote of the Members...No later than the Regular Board Meeting 5 months prior to an election, the Board will direct the General Counsel to prepare proposed Ballot wording for any items to be put to a vote in a Non-Director Election."
- Elections begin on May 21st, 2025
- As of today, the Board has not proposed any Non-Director Election matters for the 2025 ballot; unless the Board directs otherwise, this draft resolution will be removed from the February agenda



PO Box 1 Johnson City, TX 78636

File #: 2025-015, Version: 1

Draft Resolution - Approval of Appointments to 2025 Qualifications and Elections Committee - M Butler

Submitted By: Michael Butler **Department: Legal Services**

Financial Impact and Cost/Benefit Considerations: Expenditure of Cooperative funds estimated in the amount of \$2,500 currently included in the Cooperative's 2025 operating budget; expenditures of staff time estimated in amount of 60 hours (other than ordinary processing requirements).

Article III Section 3 of the Bylaws of Pedernales Electric Cooperative, Inc. ("PEC" or "Cooperative") provides the following:

Qualifications and Elections Review Committee.

- (a) At least ninety (90) days before any Membership vote for Election of a Director, the Board of Directors shall, appoint, by resolution, a qualifications and election review committee ("Qualifications and Elections Committee") consisting of no less than three (3) nor more than seven (7) members who are not existing Cooperative officers, employees, Directors or known candidates for Directors, or close relatives or members of the same household thereof. The Qualifications and Elections Committee shall elect its own chairman and secretary and shall be dissolved without further action required at the conclusion of the fifth day following the Member Meeting for which the Qualifications and Elections Committee was appointed, or upon the conclusion of any business before the Qualifications and Elections Committee, whichever is later. The Board may set compensation, reimbursement, allowances for telephonic meetings, and any other terms for the Qualifications and Elections Committee not otherwise specified by these Bylaws.
- (b) It shall be the responsibility of the Qualifications and Elections Committee to verify the qualifications of Director Nominees.
- (c) In the exercise of its responsibility, the Qualifications and Elections Committee shall have available to it the assistance of staff and the advice of legal counsel provided by the Cooperative, and shall be subject to the limits of Article III, Sec. 2 (p) of [the] Bylaws.
- (d) The Qualifications and Elections Committee's decisions (as reflected by a majority of those actually present and voting) on all matters covered by [Article III Section 3] shall be final.
- (e) In all matters, the Qualifications and Elections Committee shall assume the truth of matters asserted by Director Nominees, and act accordingly, unless the Committee has identified a reasonable and specific basis for acting otherwise.

Section 6.2.1.6 of the Election Policy and Procedures provides the following:

Qualifications and Elections Committee

At least a week before the Regular Board meeting 4 months prior to an election, each Director may submit to the Governance Team the name of a person or persons residing in the Director's District eligible and willing to serve on the Qualifications and Elections Committee, as described in the Bylaws. At the Regular Board meeting 4 months before an election, the Board will appoint the Qualifications and Elections Committee, with no less than three (3) nor more than seven (7) members, preferably with one member from each Director District.

File #: 2025-015, Version: 1

The resolution will set compensation, if any, deadlines, reimbursement, allowances for telephonic meetings, and any other terms specified by the Board, and will specify that the Committee shall operate in accordance with the Bylaws and [the] Election Procedures. Members of the Qualifications and Elections Committee will have access to personal candidate information. The Qualifications and Elections Committee will use personal candidate information only as needed for service on the Qualifications and Elections Committee and will not further disclose the information unless required as a matter of law.

The Qualifications and Elections Committee is currently scheduled to meet on April 2 and 3, 2025 at PEC Headquarters in Johnson City, Texas.

WHEREAS the Bylaws of the Cooperative require the Board to appoint a Qualifications and Elections Committee (the "Committee") to review and determine the qualifications of applicants who wish to be candidates for election to the Board ("Candidates"), and in accordance with the Cooperative's Election Policy and Procedures.

NOW THEREFORE BE IT RESOLVED that the following individuals are appointed to serve on the

Qualifications and	Elections Committee for the 2025 Election:
1.	
2.	
3.	
4.	
5	
6	
7.	; and
1	Elections Committee for the 2025 Election should an appointed member be unable to serve:
2	
3	
4	
5	
6	
7	; and

BE IT FURTHER RESOLVED that the Committee will elect its own officers (Chair and Secretary), and will have access to information gathered from various sources, including the Candidates themselves, public records, and the Cooperative; and

BE IT FURTHER RESOLVED that the Cooperative will provide legal counsel and staff support; and

BE IT FURTHER RESOLVED that the Committee should conduct meetings as often as the Committee determines that they are needed to perform the review of Candidates applications, and these meetings may be conducted by phone or at a place of the Committee's choosing; and

BE IT FURTHER RESOLVED that Committee members are paid \$150 for each telephonic or live meeting lasting more than one hour; the Cooperative will reimburse mileage and reasonable meal expenses incurred by Committee members in the course of their service; and provide indemnification and protection from liability for Committee members serving in that capacity as provided for in the PEC Bylaws; and

BE IT FURTHER RESOLVED that the General Counsel, or designee, is authorized and directed to take all actions necessary to implement this resolution.



2025 Qualifications and Elections Committee

Michael Butler | Senior Counsel

Qualifications and Elections Committee Appointment

<u>Draft Resolution</u> for the Approval of Appointments to the 2025 Qualifications and Elections Committee



- PEC Elections Policy and Procedures:
 - Section 6.2.1.6: "...At the Regular Board meeting 4 months before an election, the Board will appoint the Qualifications and Elections Committee, with no less than three (3) nor more than seven (7) members, preferably with one member from each Director District."
- Each Director may submit <u>one appointee</u> & <u>one alternative</u> at least one week before the February 2025 Board Meeting.
- Qualifications and Elections Committee is currently scheduled to meet on April 2nd and 3rd.



Voting Begins May 21st, 2025



File #: 2025-016, Version: 1

2025 Election Timeline Monthly Update - A Stover (Written Report in Materials)

Submitted By: Andrea Stover Department: General Counsel

Financial Impact and Cost/Benefit Considerations: Expenditure of Cooperative funds estimated in the amount of \$0 currently included in the Cooperative's 2025 operating budget; expenditures of staff time estimated in amount of 0 hours (other than ordinary processing requirements).

Section 3.2 of the Election Policy and Procedures provides that the Board will consider, amend (if desired), and approve an Election Timeline at least 5 months prior to each Annual Meeting of Members. The Board approved the 2025 Election Timeline at its December 2024 Board meeting.

The Election Timeline sets out the key dates relative to the election to be held before the Annual Meeting of the Members currently approved to be held on June 20, 2025.

2025 Election Timeline Director Election Ballots, Districts 4 and 5 NOTE: All due dates apply to all election ballots.

ŧ	Item	EPP or Other Policy	Responsible Party	Due Date	**2024-202 Deadline
	Draft Resolution - Approval of Annual Election Services Provider Contract	4.1	BOD/GC/GT	At or before the August regular board meeting	6/17/24
	Final Resolution - Approval of Annual Election Services Provider Contract	4.1	BOD/GC/GT	At or before the August regular board meeting	7/19/24
	Draft Resolution - Establish Annual Meeting date and location	3.1	BOD/GC/GT	At or before the August regular board meeting but no later than December each year	9/20/24
	Final Resolution - Establish Annual Meeting date and location	3.1	BOD/GC/GT	At or before the August regular board meeting but no later than December each year	10/25/24
	Present draft Election Timeline	3.2	GT	At least six (6) months prior to Annual Meeting	11/15/24
	Communications draft plan overview presented to the BOD	7.3	ER	At or before regular board meeting five (5) months before an election	11/15/24
	Approve Election Timeline	3.2	BOD	At least six (6) months prior to Annual Meeting	12/20/24
	Final communications plan to be approved by the BOD	7.3	BOD	At or before regular board meeting five (5) months before an election	12/20/24
	Conduct internal coordination meeting and establish PEC Election Team	3.3	GC/GT/ER/IT/ Mapping/Member Relations/SBS	Upon approval of the Election Timeline (meeting set after approval of election timeline)	1/3/25
0	Retain background verifier	6.2.1.7	GC/GT	As specified in this timeline	1/3/25
1	Direct the General Counsel to prepare proposed Non-Director election items	6.1	GC/BOD	No later than the regular board meeting five (5) months prior to Annual Meeting	1/17/25
2	Post and make available nomination application and ballot materials	6.2.1.1.1	BRS/GT/ER/Mapping/ Member Relations	At least five (5) months prior to Annual Meeting	1/21/25
3	Membership List available	7.7	GT/IT/ Member Relations	Two (2) months before the deadline for candidate application as specified in Section 6.2.1.4.	1/24/25
4	Directors requested to submit the name(s) of a person or persons (including an alternate) residing in the directors' district eligible and willing to serve on the QEC	6.2.1.6	BOD/GT	As specified in this timeline	1/31/25
5	Directors submit name(s) of persons (including an alternate) residing in the directors' district eligible and willing to serve on the QEC	6.2.1.6	BOD/GT	At least a week before the regular board meeting four (4) months prior to an election	2/7/25
6	Election Services Provider to present quality control steps to the General Counsel	7.11	SBS/GC/GT	Four (4) months prior to the member meeting, the Election Services provider shall provide PEC a list of quality control steps to be taken before the member meeting, including process for the release and announcement of election results	2/21/25
7	BOD appoints the QEC	6.2.1.6	BOD/QC	At the regular board meeting (4) months before an election	2/21/25
8	Nomination application and ballot materials deadline to be delivered to the Governance Team at PEC Headquarters in Johnson City,	6.2.1.4	Candidate Applicants/GT	At or before 5:00PM on the last business day falling 82 days or more before the date of the member meeting	3/24/25
9	Member Record Date for Petition Signatures	5.1	GT/Member Relations	At or before 5:00PM on the Record Date for a member to be eligible to sign a nomination petition is the date of the verification of the signatures by PEC	3/24/25
)	QEC meeting date	6.2.1.6	QEC/GC/EC/GT	The QEC reviews all candidate material and then makes recommendation to the BOD of the candidates' slate	4/2/25 & 4/3/25
1	Candidate Orientation/Photographs	7.1, 7.5	Candidate Applicants/GT/ER	The week preceding the April regular meeting of the BOD	4/7/25
2	Election withdrawal deadline for removal from ballot	7.2	Candidate Applicants	Before BOD approval of ballot	4/17/24

2025 Election Timeline Director Election Ballots, Districts 4 and 5 NOTE: All due dates apply to all election ballots.

#	Item	EPP or Other Policy	Responsible Party	Due Date	**2024-2025 Deadline
23	Presentation and approval of candidate slate, ballot, and any non-director election items	6.2.1.9 <i>,</i> 6.2.1.10	QEC/GC	At least two (2) months prior to an election	4/17/24
24	Written notice of annual member meeting	TX Utilities Code 161.068	GC/GT	Between 30 and 10 days before the date of the Annual Meeting	5/21/25
25	*Mailing of ballots	7.4.1	SBS	Delivered between 25 and 30 days before the Annual Meeting	*5/21/25
26	Online voting site goes live	7.4.2	SBS	30 days before the Annual Meeting	5/21/25
27	Electronic voting devices available to membership at PEC offices		Election Committee/GT	Mobile devices are set-up in various district offices by 5:00PM on the business day prior to live online voting	5/20/25
28	Initial voting email notifications	7.4.3	SBS	Between 25 and 30 days before the Annual Meeting	5/21/25
29	Initial PEC Corporate Fact Sheet emailed to all PEC members	7.3	ER	As approved in the communications plan	5/21/25
30	Update on voter turnout (totals by each director election district)	7.10.2	GC/GT	Once weekly after ballots are initially mailed	5/28/25
31	Supplemental mailing of ballots to members since previous mailing	7.4.1	SBS/IT	As specified in this timeline	5/28/25
32	Second voting email notifications	7.4.3	SBS	As specified in this timeline	5/28/25
33	Second PEC Corporate Fact Sheet emailed to all PEC members	7.3	ER	As approved in the communications plan.	5/28/25
34	Update on voter turnout (totals by each director election district)	7.10.2	GC/GT	Once weekly after ballots are initially mailed	6/4/25
35	Supplemental mailing of ballots to members since previous mailing	7.4.1	SBS/IT	No later than 16 days before the member meeting at which election results are announced	6/4/25
36	Third voting email notifications	7.4.3	SBS	As specified in this timeline	6/4/25
37	Third PEC Corporate Fact Sheet emailed to all PEC members	7.3	ER	As approved in the communications plan	6/4/25
38	Update on voter turnout (totals by each director election district)	7.10.2	GC/GT	Once weekly after ballots are initially mailed	6/11/25
39	Final reminder voting emails	7.4.3	SBS	As specified in this timeline	6/11/25
40	Final PEC Corporate Fact Sheet emailed to all PEC members	7.3	ER	As approved in the communications plan	6/11/25
41	Supplemental mailing of ballots to members since previous mailing	7.4.1	SBS/IT	As specified in this timeline	6/11/25
42	Record Date for casting ballot	5.2 Bylaws, Art. II, § 9	IT/GT	Close of business (5:00PM) at least eight (8) business days before Annual Meeting	6/12/25
43	Deadline for mailing or casting online ballots; ballots must be received by Election Services Provider	8.2, 8.4 Bylaws Art. II, § 8	SBS	No later than 5:00PM, seven (7) days prior to the member meeting at which elections results are announced	6/13/25
44	Pre-announcement and pre-results delivery quality control; post tabulation quality control	7.11,7.12, 8.2, 8.4 & 8.7 Bylaws Art. II, § 8	SBS/GC	No later than four (4) days prior to the member meeting at which pre- announcement and pre- results delivery quality control and pre/post-tabulation quality control is performed by SBS	6/16/25

2025 Election Timeline Director Election Ballots, Districts 4 and 5 NOTE: All due dates apply to all election ballots.

#	Item	EPP or Other Policy	Responsible Party	Due Date	**2024-2025 Deadline
45	Election Services Provider certifies election results and provides results to PEC	7.11, 8.4, 8.8	GC/GT	No later than four (4) days prior to the member meeting at which election results are announced	6/16/25
46	Candidates and board advised of election results immediately before results released to membership	7.11, 8.4	GC/GT	Three (3) days prior to the member meeting at which election results are announced	6/17/25
47	Election results released to PEC membership	7.11, 8.4	GC/GT/ER	No later than three (3) days prior to the member meeting at which election results are released	6/17/25
48	Announcement of certified election results at Annual Meeting	8.4, 8.8	SBS, or as designated by BOD	On the date of member meeting and as specified in this timeline election results are announced	6/20/25
49	Post-election director acknowledgements	8.90	BOD	On the date of member meeting after the meeting has concluded	6/20/25
50	Final election results district-by-district	9.1	SBS	Within five (5) business days of the Annual Meeting, SBS will provide district-by-district results	6/25/25
51	Post-election analysis	9.2	GC/GT	Within two (2) months after the Annual Meeting	8/15/25

*Ballots mailed for intended delivery to members on the first day of voting period. It is anticipated that U.S. addresses will be mailed 3 days in advance; international addresses 10-15 days in advance of the first day of voting.

**Dates listed are subject to change with BOD meeting dates.

LEGEND:							
Board of Directors	BOD	Election/Board Counsel	EC				
Board Reporting Secretary	BRS	Qualifications & Election Committee	QEC				
Governance Team GT		Survey & Ballot Systems (Election Services	SBS (ESP)				
		Provider)					
General Counsel	GC	Information Technology Department	IT				
External Relations	ER	Articles of Incorporation	Art.				
	_	Election Policy and Procedures	EPP				



File #: 2025-017, Version: 1

List of Board Approved Future Meetings

Submitted By: Andrea Stover Department: General Counsel

Financial Impact and Cost/Benefit Considerations: N/A

From time to time, the Board may set the annual Board meetings schedule as attached to this agenda item. Further, the Cooperative's Bylaws describe the types of meetings, notice requirements, and Board quorum as outlined below.

BYLAWS ARTICLE IV - Meetings of Directors Section 1. Regular Board Meetings: A regular meeting of the Board of Directors shall be held on the third Monday of each month at the E. Babe Smith Headquarters Building of the Cooperative in Blanco County, Texas, unless another meeting location, time and/or date is set by the Board of Directors ("Regular Board Meeting").

Section 2. Special Board Meetings: Special meetings of the Board of Directors ("Special Board Meetings") may be called by the President or any four (4) Directors. The person or persons authorized to call a Special Board Meeting may fix the time and place for the holding of any Special Board Meeting called by them.

Section 3. Telephonic or Electronic Participation in Board Meetings: For good cause and with approval of the Board of Directors, a Regular Board Meeting or Special Board Meeting (each a "Board Meeting") may be conducted with Directors participating but not physically present but deemed present in person through a means of communication by which all Directors participating in the Board Meeting may simultaneously hear, reasonably and verifiably identify themselves, and generally simultaneously and instantaneously communicate with each other during the Board Meeting. Directors that are not physically present may deliberate and vote on the question of approving telephonic or electronic participation. A vote to approve telephonic or electronic participation in any Board Meeting is exempt from the notice requirements herein specified. Such Board Meeting shall be compliant with the Cooperative's Open Meetings Policy, and Members shall have the opportunity to monitor the Board Meeting electronically or in person. A Director may be compensated for a Board Meeting at which that Director participated but was not physically present only with Board approval.

Section 4. Notice: Notice of the time, place and purpose of any Regular Board Meeting shall be given at least seventy-two (72) hours previous thereto, by written notice, delivered personally, electronically, or by mail, to each Director at the Director's last known address. If mailed, such notice shall be deemed to be delivered when deposited in the United States mail so addressed with postage thereon prepaid. Meeting notices and agendas will be posted on the Cooperative's website at least seventy-two (72) hours before each Regular Board Meeting. In an emergency or when there is an urgent necessity, the notice of a Board Meeting or the supplemental notice of a subject added as an item to the agenda for a Board Meeting for which notice has been posted in accordance with this Section is sufficient if it is posted for at least two (2) hours before the Board Meeting is convened. An emergency or an urgent necessity exists only if immediate action is required because of a reasonably unforeseeable situation. The Board of Directors shall clearly identify the emergency or urgent necessity in the notice or supplemental notice under this Section.

Section 5. Board Quorum: Four (4) or more Directors shall constitute a quorum for the transaction of business at any meeting of the Board of Directors, except in the case when four (4) or more vacancies exist on the Board, in which case a majority of the Board shall constitute a quorum ("Board Quorum").

2025 Board Meeting Calendar

- Friday, January 17, 2025 Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, February 21, 2025 Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, March 28, 2025 Regular Meeting at 9:00 a.m., at PEC Headquarters
- Thursday, April 17, 2025 Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, May 16, 2025 Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, June 20, 2025 Regular Meeting immediately following the conclusion of the 2025 Annual Membership Meeting at 9:00 a.m., at PEC Headquarters
- Friday, July 18, 2025 Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, August 15, 2025 Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, September 19, 2025 Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, October 24, 2025 Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, November 21, 2025 Regular Meeting at 9:00 a.m., at PEC Headquarters
- Friday, December 19, 2025 Regular Meeting at 9:00 a.m., at PEC Headquarters



PO Box 1 Johnson City, TX 78636

File #: 2025-018, Version: 1

Board Planning Calendar (Written Report in Materials)

Submitted By: Andrea Stover Department: General Counsel

Financial Impact and Cost/Benefit Considerations: N/A

In connection with agenda planning and strategy, the Cooperative provides an annual calendar of all agenda items to assist with compliance and address governance matters. The annual calendar also includes ad hoc items. As well, a three-month outlook of upcoming Board agenda items is included.

Item	Month	Description	Owner	Due Date	Strategic/	Occurrence
1	1	2025 Election Timeline Update	General Counsel	JAN BOD Mtg	Compliance Compliance EPP	Reoccurring
2	1	2025 Texas Legislative Matters	CAO	JAN BOD Mtg		Ad-hoc
3	1	Approval Resolution – Approval of 2025 Key Performance Indicators Plan Methodology	COO	JAN BOD Mtg	Strategic	Reoccurring
4	1	Approval Resolution – Approval of 2025 TEC Annual Membership Dues	CEO	JAN BOD Mtg	Strategic	Annual
5	1	Approval Resolution - Approval of Lago Vista T3 Substation Construction Contract Amendment	COO-T	JAN BOD Mtg	Strategic	Ad-hoc
6	1	Approval Resolution – Approval of Purchase of Land in Williamson County	Compliance & Regulatory	JAN BOD Mtg	Strategic	Ad-hoc
7	1	Approval Resolution – Approval to Review and Amend Tariff and Business Rules	Compliance & Regulatory	JAN BOD Mtg	Compliance	Reoccurring
8	1	Approval Resolution - Approval to Amend Tarff and Business Rules - Base Power Charge, Sustainable Power Credit, Service Availability	Markets	JAN BOD Mtg	Compliance	Ad-hoc
9	1	Charge & Delivery Charge. Single & Three-Phase Rates Approval Resolution(s) – Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	IAN ROD Mtd	Strategic	Reoccurring
10	1	Approval Resolution(s) – Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	-	•	Reoccurring
11	1	Cooperative Update	CEO	JAN BOD Mtg		Reoccurring
12	1	Draft Resolution – Approval for Directing the General Counsel to Prepare 2025 Proposed Non–Director Election Ballot Item(s)	General Counsel	JAN BOD Mtg		Reoccurring
13	1	Draft Resolution – Approval of Appointments to 2025 Qualifications and Elections Committee (QEC)	General Counsel	JAN BOD Mtg		Reoccurring
14	1	Draft Resolution – Approval of Construction Contract T358 Cedar Valley - Friendship 138kV Line	COO-T	JAN BOD Mtg	•	Ad-hoc
15	1	Draft Resolution – Approval of Construction Contract for Whitestone T1 and T2 Upgrade	COO-T	JAN BOD Mtg		Ad-hoc
16	1	Draft Resolution – Review and Approval of the Capital Credits Policy	CFO	JAN BOD Mtg		Reoccurring
17	1	Draft Resolution – Review and Approval of the Decorum Policy	General Counsel	JAN BOD Mtg		Ad-Hoc
18	1	Long-Term Distribution/Substation Capacity/Transmission Planning/Real Estate Update	COO-T/COO-D/Compliance & Regulatory			Ad-hoc
19	1	Markets Report	Markets	JAN BOD Mtg		Reoccurring
20	1	Personnel Matters	Human Resources	JAN BOD Mtg		Reoccurring
21	1	Real Estate Semiannual Update	Compliance & Regulatory			MAR/SEP
22	1	Review of 2025 Corporate Initiatives and CEO Action Items	CEO	JAN BOD Mtg		Reoccurring
23	1	Safety/Security	Human Resources	JAN BOD Mtg	Strategic	Reoccurring
24	1	Update on Competitive ERCOT Regulatory Matters	Compliance & Regulatory	JAN BOD Mtg	Compliance	Ad-hoc
25	2	2025 Election Timeline Update	General Counsel	FEB BOD Mtg	Compliance EPP	Reoccurring
26	2	2025 Texas Legislative Matters	CAO	FEB BOD Mtg	Strategic	Ad-hoc
27	2	Approval Resolution – Approval for Directing the General Counsel to Prepare 2025 Proposed Non-Director Election Ballot Item(s)	General Counsel	FEB BOD Mtg	Strategic	Reoccurring
28	2	Approval Resolution – Approval of Appointments to 2025 Qualifications and Elections Committee (QEC)	General Counsel	FEB BOD Mtg	Compliance	Reoccurring
29	2	Approval Resolution – Approval of Construction Contract T358 Cedar Valley - Friendship 138kV Line	COO-T	FEB BOD Mtg	Strategic	Ad-hoc
30	2	Approval Resolution – Review and Approval of the Capital Credits Policy	CFO	FEB BOD Mtg	Compliance	Reoccurring
31	2	Approval Resolution – Review and Approval of the Decorum Policy	General Counsel	FEB BOD Mtg	Strategic	Ad-Hoc
32	2	Approval Resolution(s) – Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	FEB BOD Mtg	Strategic	Reoccurring
33	2	Approval Resolution(s) – Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	FEB BOD Mtg	Strategic	Reoccurring
34	2	Cooperative Update	CEO	FEB BOD Mtg	Strategic	Reoccurring
35	2	Cyber Security Semiannual Update	Compliance & Regulatory	FEB BOD Mtg	Strategic	FEB/AUG
36	2	Draft Resolution - Approval of Construction Contract for Cedar Valley T1 and T2 Upgrade and CV-FS Remote Ends	COO-T	FEB BOD Mtg	Strategic	Ad-hoc
37	2	Draft Resolution – Approval of Construction Contract - Old Eighty-One Substation	COO-T	FEB BOD Mtg	Strategic	Ad-hoc
38	2	Draft Resolution – Approval of Construction Contract T318 Blanco – Devils Hill 138kV Line	COO-T	FEB BOD Mtg	Strategic	Ad-hoc
39	2	Draft Resolution – Approval of Filing of Application as to Its Certificate of Convenience and Necessity with Public Utility Commission of	Compliance & Regulatory	FEB BOD Mtg	Compliance	Ad-hoc
40	2	Texas Draft Resolution – Approval of T318 Blanco - Devils Hill 138kV Line Easement Amendments	COO-T	FEB BOD Mtg	Strategic	Ad-hoc
41	2	Draft Resolution – Approval of T360 Friendship - Rutherford 138kV Line Pole Order	COO-T	FEB BOD Mtg	Strategic	Ad-hoc
42	2	Key Performance Indicator (KPI) of 2024 Period 2 Results	CS)\O	FEB BOD Mtg	Strategic	Reoccurring
43	2	Markets Report	Markets	FEB BOD Mtg	Strategic	Reoccurring
44	2	Personnel Matters	Human Resources	FEB BOD Mtg	Strategic	Reoccurring
45	2	Safety/Security	Human Resources	FEB BOD Mtg	Strategic	Reoccurring
46	2	Update on Competitive ERCOT Regulatory Matters	Compliance & Regulatory	FEB BOD Mtg	Compliance	Ad-hoc
47	3	2025 Election Timeline Update	General Counsel	FEB BOD Mtg	Compliance EPP	Reoccurring
48	3	2025 Texas Legislative Matters	CAO	FEB BOD Mtg	Strategic	Ad-hoc
49	3	Approval Resolution - Approval of Construction Contract for Cedar Valley T1 and T2 Upgrade and CV-FS Remote Ends	COO-T	MAR BOD Mtg	Strategic	Ad-hoc
50	3	Approval Resolution – Approval of Construction Contract - Old Eighty-One Substation	COO-T	MAR BOD Mtg	Strategic	Ad-hoc
51	3	Approval Resolution – Approval of Construction Contract T318 Blanco - Devils Hill 138kV Line	COO-T	MAR BOD Mtg	Strategic	Ad-hoc
52	3	Approval Resolution – Approval of Filing of Application as to Its Certificate of Convenience and Necessity with Public Utility Commission of	Compliance & Regulatory	MAR BOD Mtg	Compliance	Ad-hoc
53	3	Texas Approval Resolution – Approval of T318 Blanco - Devils Hill 138kV Line Easement Amendments	COO-T	MAR BOD Mtg	Strategic	Ad-hoc
54	3	Approval Resolution – Approval of T360 Friendship - Rutherford 138kV Line Pole Order	C00-T	MAR BOD Mtg	Strategic	Ad-hoc
55	3	Approval Resolution(s) – Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	-	•	Reoccurring
56	3	Approval Resolution(s) – Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	MAR BOD Mtg	Strategic	Reoccurring
57	3	CEO Corporate Initiatives and Action Items Quarterly Update	CEO	MAR BOD Mtg	Compliance	Quarterly
58	3	Cooperative Update	CEO	MAR BOD Mtg		Reoccurring
59	3	Draft Resolution – Approval and Certification of 2025 Election Ballot	General Counsel	MAR BOD Mtg	Compliance	Reoccurring
60	3	Draft Resolution – Approval of 2025 Annual Membership Meeting Agenda	General Counsel	MAR BOD Mtg	Compliance	Annual
61	3	Markets Report	Markets	MAR BOD Mtg	Strategic	Reoccurring
62	3	Personnel Matters	Human Resources	MAR BOD Mtg	Strategic	Reoccurring
63	3	Safety/Security	Human Resources	MAR BOD Mtg	Strategic	Reoccurring
64	4	2024 Financial Audit	Audit Committee	APR AuditCommittee Mtg	Compliance	Reoccurring
65	4	Presentation of 2024 Financial Audit and Management Letter by Bolinger, Segars, Gilbert & Moss (BSGM)	Audit Committee	APR AuditCommittee Mtg	Compliance	Reoccurring
66	4	2025 Election Timeline Update	General Counsel	APR BOD Mtg	Compliance EPP	Reoccurring
67	4	2025 Texas Legislative Matters	CAO	APR BOD Mtg	Strategic	Ad-hoc
68	4	Approval Resolution - Approval and Certification of 2025 Election Ballot	General Counsel	APR BOD Mtg	Compliance	Reoccurring
69	4	Approval Resolution – Approval of 2024 Financial Audit and Management Letter by Bolinger, Segars, Gilbert & Moss (BSGM) - Audit	CFO	APR BOD Mtg	Compliance	Reoccurring
70	4	Committee Chair Approval Resolution – Approval of 2025 Annual Membership Meeting Agenda	General Counsel	APR BOD Mtg	Strategic	Annual
71	4	Approval Resolution – Approval of Director Candidates for 2025 Pedernales Electric Cooperative Board of Director's Election Ballot	General Counsel	APR BOD Mtg		Reoccurring
72	4	Approval Resolution(s) – Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory			Reoccurring
73	4	Approval Resolution(s) – Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory			Reoccurring

Item	Month	Description	Owner	Due Date	Strategic/ Compliance	Occurrence
74	4	Cooperative Update	CEO	APR BOD Mtg		Reoccurring
75	4	Draft Resolution – Approval of T360 Friendship – Rutherford 138kV Line Construction Contract	COO-T	APR BOD Mtg	Strategic	Ad-hoc
76	4	Markets Report	Markets	APR BOD Mtg	Strategic	Reoccurring
77	4	Personnel Matters	Human Resources	APR BOD Mtg	Strategic	Reoccurring
78	4	$Qualifications\ and\ Elections\ Committee\ (QEC)\ Recommendation\ of\ Qualified\ Candidates\ -\ QEC\ Rep$	General Counsel	APR BOD Mtg	Compliance	Reoccurring
79	4	Report on Property, Liability, and Corporate Insurance Policies	Compliance & Regulatory	APR BOD Mtg	Strategic	Annual
80	4	Safety/Security	Human Resources	APR BOD Mtg	Strategic	Reoccurring
81	4	Update on Competitive ERCOT Regulatory Matters	Compliance & Regulatory	APR BOD Mtg	Compliance	Ad-hoc
82	5	2025 Election Timeline Update	General Counsel	MAY BOD Mtg	Compliance EPP	Reoccurring
83	5	2025 Texas Legislative Matters	CAO	MAY BOD Mtg	Strategic	Ad-hoc
84	5	$Approval\ Resolution-Approval\ of\ T360\ Friendship-Rutherford\ 138kV\ Line\ Construction\ Contract$	C00-T	MAY BOD Mtg	Strategic	Ad-hoc
85	5	Approval Resolution – Review and Approval of 2025 CEO Performance Evaluation and Compensation	Board of Directors	MAY BOD Mtg	Compliance	Reoccurring
86	5	$Approval\ Resolution (s) - Approval\ of\ Capital\ Improvement\ Plan\ Budget\ Amendments\ for\ Real\ Property\ Acquisitions$	Compliance & Regulatory	MAY BOD Mtg	Strategic	Reoccurring
87	5	Approval Resolution(s) – Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	MAY BOD Mtg	Strategic	Reoccurring
88	5	Cooperative Update	CEO	MAY BOD Mtg	Strategic	Reoccurring
89	5	Draft Resolution – Review and Approval of Privacy Policy	Compliance & Regulatory			Annual
90	5	Ethics and Compliance Semiannual Update	Ethics/Compliance	MAY BOD Mtg	Compliance	MAY/NOV
91	5	Markets Report	Markets	MAY BOD Mtg		Reoccurring
92	5	Moment of Silence in Commemoration of Memorial Day	Board President	MAY BOD Mtg		Reoccurring
93	5	Personnel Matters	Human Resources	MAY BOD Mtg		Reoccurring
94	5	Safety/Security	Human Resources	MAY BOD Mtg		Reoccurring
95	5	Summer Preparedness	C00	MAY BOD Mtg		Annual
96	5	Update on Competitive ERCOT Regulatory Matters	Compliance & Regulatory			Ad-hoc
97	6	2025 Texas Legislative Matters	CAO	JUN BOD Mtg		Ad-hoc
98	6	Approval Resolution – Approval of Written Certification of the Election Results	General Counsel	JUN Annual Membership JUN Annual	Compliance EPP	Annual
99	6	Receipt of Conflict of Interest Disclosure Form, Director Affirmation, and Directors' Code of Conduct Acknowledgement	General Counsel	Membership	Compliance	Annual
100	6	Acknowledgement and Seating of Directors Elected at Annual Membership Meeting	General Counsel Board President		Compliance Bylaws	Annual
101	6	Approval Resolution – Approval of Texas Electric Cooperative (TEC) Delegates for TEC Annual Meeting	General Counsel		Compliance TEC	
102	6	Approval Resolution – Approval of the Appointment of Audit Committee and Audit Committee Chairperson			Compliance Bylaws	
103	6	Approval Resolution – Review and Approval of Privacy Policy	Compliance & Regulatory Compliance & Regulatory			Annual Reoccurring
104	6	Approval Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory			Reoccurring
105 106	6	Approval Resolution(s) – Approval of Real Property Acquisitions or Real Property Dispositions CEO Corporate Initiatives and Action Items Quarterly Update	CEO	JUN BOD Mtg		Quarterly
100	6	Cooperative Update	CEO	JUN BOD Mtg		Reoccurring
108	6	Draft Resolution – Approval of Election Services Provider Contract	Legal Services	JUN BOD Mtg		Reoccurring
109	6	Election – Office of President	General Counsel	JUN BOD Mtg		Reoccurring
110	6	Election – Office of Secretary and Treasurer	General Counsel	JUN BOD Mtg		Reoccurring
111	6	Election - Office of Vice President	General Counsel	JUN BOD Mtg		Reoccurring
112	6	Markets Report	Markets	JUN BOD Mtg		Reoccurring
113	6	Personnel Matters	Human Resources	JUN BOD Mtg		Reoccurring
114	6	Safety/Security	Human Resources	JUN BOD Mtg	Strategic	Reoccurring
115	6	Update on Competitive ERCOT Regulatory Matters	Compliance & Regulatory			Ad-hoc
116	7	Annual Review of Conflicts of Interest Certification and Disclosure Forms from Directors	General Counsel	JUL BOD Mtg	Compliance Bylaws	Annual
117	7	Approval Resolution – Approval of Election Services Provider Contract	Legal Services	JUL BOD Mtg	Compliance	Reoccurring
118	7	Approval Resolution – Approval of Written Certification of the Election Results	Legal Services	JUL BOD Mtg	Compliance	Reoccurring
119	7	Approval Resolution – Approval to Renew Contract for Election Service Provider	Legal Services	JUL BOD Mtg	Compliance	Reoccurring
120	7	Approval Resolution(s) – Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	JUL BOD Mtg	Strategic	Reoccurring
121	7	Approval Resolution(s) – Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	JUL BOD Mtg	Strategic	Reoccurring
122	7	Cooperative Update	CEO	JUL BOD Mtg	Strategic	Reoccurring
123	7	Election Update – Annual Voter Turnout	Legal Services	JUL BOD Mtg	Compliance EPP	Annual
124	7	Key Performance Indicator (KPI) Update of 2025 Period 1 Results	CSO	JUL BOD Mtg	Strategic	Reoccurring
125	7	Markets Report	Markets	JUL BOD Mtg	Strategic	Reoccurring
126	7	Personnel Matters	Human Resources	JUL BOD Mtg	Strategic	Reoccurring
127	7	Safety/Security	Human Resources	JUL BOD Mtg	Strategic	Reoccurring
128	7	Update on Competitive ERCOT Regulatory Matters	Compliance & Regulatory	JUL BOD Mtg	Compliance	Ad-hoc
129	8	2025 Property (Real and Personal) Tax Appraisal Assessment and Strategy Update	Tax & Regulatory	AUG BOD Mtg		Reoccurring
130	8	Approval Resolution(s) – Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	AUG BOD Mtg	Strategic	Reoccurring
131	8	Approval Resolution(s) – Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory			Reoccurring
132	8	Cooperative Update	CEO	AUG BOD Mtg		Reoccurring
133	8	Cyber Security Semiannual Update	Compliance & Regulatory			FEB/AUG
134	8	Directors' Conflict of Interest Training and Directors' Code of Conduct Training	Board Counsel	AUG BOD Mtg		Reoccurring
135	8	Markets Report	Markets	AUG BOD Mtg		Reoccurring
136	8	Medical Insurance Benefits Update	Human Resources	AUG BOD Mtg		Reoccurring
137	8	Personnel Matters	Human Resources	AUG BOD Mtg		Reoccurring
138	8	Post Member-Election Analysis and Annual Review	General Counsel		Compliance EPP	Annual
139	8	Safety/Security	Human Resources	AUG BOD Mtg		Reoccurring
140	8	Update on Competitive ERCOT Regulatory Matters	Compliance & Regulatory			Ad-hoc
141	9	Approval Resolution(s) – Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory			Reoccurring
142	9	Approval Resolution(s) – Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory			Reoccurring
143	9	CEO Corporate Initiatives and Action Items Quarterly Update	CEO	SEP BOD Mtg		Quarterly
144	9	Cooperative Update Proff Resolution - Approval of Election Policy and Procedures Amendments Related to 2025 Poet-Election Analysis for Annual Director Elections and Annual	CEO	SEP BOD Mtg		Reoccurring
145	9	Draft Resolution – Approval of Election Policy and Procedures Amendments Related to 2025 Post-Election Analysis for Annual Director Elections and Annual Review of Election Policy and Procedures	General Counsel		Compliance EPP	Annual
146	9	Draft Resolution – Approval to Establish 2026 Annual Membership Meeting Date and Location	General Counsel	SEP BOD Mtg		Annual
147	9	Markets Report	Markets	SEP BOD Mtg	onategic	Reoccurring

PEC Annual Planning Calendar

		5			01 1 1 1	
Item	Month	Description	Owner	Due Date	Strategic/ Compliance	Occurrence
148	9	Personnel Matters	Human Resources	SEP BOD Mtg	Strategic	Reoccurring
149	9	Safety/Security	Human Resources	SEP BOD Mtg	Strategic	Reoccurring
150	9	Update on Competitive ERCOT Regulatory Matters	Compliance & Regulatory	SEP BOD Mtg	Strategic	Ad-hoc
151	10	Approval Resolution – Recommend Approval by Board of Directors of 2024 IRS Form 990 – Bollinger, Sears, Gilbert & Moss, LLP	Audit Committee	OCT Audit Committee Mtg	Compliance	Reoccurring
152	10	Annual Enterprise Risk Management (ERM) Update	Compliance & Regulatory	OCT BOD Mtg	Strategic	Annual
153	10	Annual Review of 2021-2026 Strategic Plan	Board President	OCT BOD Mtg	Strategic	Annual
154	10	Approval Resolution – Approval of 2024 IRS Form 990 – Bollinger, Sears, Gilbert & Moss, LLP	Tax & Regulatory	OCT BOD Mtg	Compliance	Reoccurring
155	10	Approval Resolution – Approval of Election Policy and Procedures Amendments Related to 2025 Post-Election Analysis for Annual Director Elections and Annual Review of Election Policy and Procedures	General Counsel	OCT BOD Mtg	Compliance EPP	Annual
156	10	Approval Resolution – Approval of Engineering Master Service Agreements	Engineering	OCT BOD Mtg	Strategic	Ad-hoc
157	10	Approval Resolution – Approval to Establish 2026 Annual Membership Meeting Date and Location	General Counsel	OCT BOD Mtg	Compliance	Annual
158	10	Approval Resolution(s) – Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	OCT BOD Mtg	Strategic	Reoccurring
159	10	Approval Resolution(s) – Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	OCT BOD Mtg	Strategic	Reoccurring
160	10	Cooperative Update	CEO	OCT BOD Mtg	Strategic	Reoccurring
161	10	Draft Resolution – Approval of 2026 Operating Budget and 2026 Capital Improvement Plan (CIP), Including Items Concerning Competitive Matters,	CFO	OCT BOD Mtg	Compliance	Reoccurring
162	10	Personnel, Contracts, and Real Estate Draft Resolution – Review and Approval of the 2026 Rate Plan	CFO	OCT BOD Mtg	Compliance	Reoccurring
163	10	Markets Report	Markets	OCT BOD Mtg	Strategic	Reoccurring
164	10	Personnel Matters	Human Resources	OCT BOD Mtg	Strategic	Reoccurring
165	10	Real Estate Update	Compliance & Regulatory	OCT BOD Mtg	Strategic	MAR/SEP
166	10	Safety/Security	Human Resources	OCT BOD Mtg	Strategic	Reoccurring
167	10	Update on Competitive ERCOT Regulatory Matters	Compliance & Regulatory	OCT BOD Mtg	Compliance	Ad-hoc
168	11	Approval Resolution – Approval of 2026 Board of Directors List of Proposed Future Meetings	Board President	NOV BOD Mtg	Compliance	Reoccurring
169	11	Approval Resolution – Approval of 2026 Operating Budget and 2026 Capital Improvement Plan (CIP), Including Items Concerning Competitive Matters,	CFO	NOV BOD Mtg	Compliance	Reoccurring
170	11	Personnel, Contracts, and Real Estate Approval Resolution - Review and Approval of the 2026 Rate Plan	CFO	NOV BOD Mtg	Compliance	Reoccurring
171	11	Approval Resolution(s) – Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	NOV BOD Mtg		Reoccurring
172	11	Approval Resolution(s) – Approval of Real Property Acquisitions or Real Property Dispositions		NOV BOD Mtg		Reoccurring
173	11	Cooperative Update	CEO	NOV BOD Mtg		Reoccurring
174	11	Draft Resolution – Approval of 2026 Election Timeline	General Counsel	NOV BOD Mtg	Compliance	Reoccurring
175	11	Draft Resolution – Approval of Capital Credits Distribution during Calendar Year 2025	CFO	NOV BOD Mtg	Compliance	Reoccurring
176	11	Ethics and Compliance Semiannual Update	Ethics/Compliance	NOV BOD Mtg	Compliance	MAY/NOV
177	11	Markets Report	Markets	NOV BOD Mtg	Strategic	Reoccurring
178	11	Personnel Matters	Human Resources	NOV BOD Mtg	Strategic	Reoccurring
179	11	Recognition of Veterans Day	Board President	NOV BOD Mtg	Compliance	Reoccurring
180	11	Safety/Security	Human Resources	NOV BOD Mtg	Strategic	Reoccurring
181	11	Update on Competitive ERCOT Regulatory Matters	Compliance & Regulatory	NOV BOD Mtg	Compliance	Ad-hoc
182	11	Winter Preparedness	Operations	NOV BOD Mtg	Strategic	Annual
183	12	Approval Resolution – Approval of 2026 Election Timeline and Communications Plan	CEO	DEC BOD Mtg	Strategic	Reoccurring
184	12	Approval Resolution – Approval of Appointment of Members to the Plan Administration Committee	Human Resources	DEC BOD Mtg	Strategic	Reoccurring
185	12	Approval Resolution – Approval of Capital Credits Distribution during Calendar Year 2025	CFO	DEC BOD Mtg	Compliance	Reoccurring
186	12	Approval Resolution – Review of 2025 Corporate Initiatives and CEO Action Items with Consideration of Performance Bonus	Board VP	DEC BOD Mtg	Strategic	Annual
187	12	Approval Resolution(s) – Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	DEC BOD Mtg	Strategic	Reoccurring
188	12	Cooperative Update	CEO	DEC BOD Mtg	Strategic	Reoccurring
189	12	Draft Resolution – Approval of 2026 Key Performance Indicators Plan Methodology	CSO	DEC BOD Mtg	Strategic	Reoccurring
190	12	Draft Resolution – Approval to Review and Amend Tariff and Business Rules	Compliance & Regulatory	DEC BOD Mtg	Compliance	Reoccurring
191	12	Markets Report	Markets	DEC BOD Mtg	Strategic	Reoccurring
192	12	Personnel Matters	Human Resources	DEC BOD Mtg	Strategic	Reoccurring
193	12	Plan Administration Committee (PAC) Update - B Dawson, Drew McCorckle, CAPTRUST Advisors	Human Resources	DEC BOD Mtg	Compliance	Reoccurring
194	12	Review of 2026 Corporate Initiatives and CEO Action Items	CEO	DEC BOD Mtg	Strategic	Annual
195	12	Safety/Security	Human Resources	DEC BOD Mtg	Strategic	Reoccurring
196	12	Update on Competitive ERCOT Regulatory Matters	Compliance & Regulatory	DEC BOD Mtg	Compliance	Ad-hoc

3-Month Outlook Planning Calendar

	Month	1 Outlook Planning Calendar	Owner	Due Date	Strategic/	Occurrence
item	Month	Description	Owner	Due Date	Compliance	Occurrence
25	2	FEB 2025 Election Timeline Update	General Counsel	FER ROD Mtg	Compliance EPP	Reoccurring
26	2	2025 Texas Legislative Matters	CAO	FEB BOD Mtg		Ad-hoc
27	2	Approval Resolution – Approval for Directing the General Counsel to Prepare 2025 Proposed Non-Director Election Ballot Item(s)	General Counsel	FEB BOD Mtg		Reoccurring
28	2	Approval Resolution – Approval of Appointments to 2025 Qualifications and Elections Committee (QEC)	General Counsel	FEB BOD Mtg	Compliance	Reoccurring
29	2	Approval Resolution – Approval of Construction Contract T358 Cedar Valley - Friendship 138kV Line	COO-T	FEB BOD Mtg	Strategic	Ad-hoc
30	2	Approval Resolution – Review and Approval of the Capital Credits Policy	CFO	FEB BOD Mtg	Compliance	Reoccurring
31	2	Approval Resolution – Review and Approval of the Decorum Policy	General Counsel	FEB BOD Mtg	Strategic	Ad-Hoc
32	2	Approval Resolution(s) – Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	FEB BOD Mtg	Strategic	Reoccurring
33	2	Approval Resolution(s) – Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	FEB BOD Mtg	Strategic	Reoccurring
34	2	Cooperative Update	CEO	FEB BOD Mtg	Strategic	Reoccurring
35	2	Cyber Security Semiannual Update	Compliance & Regulatory	FEB BOD Mtg	Strategic	FEB/AUG
36	2	Draft Resolution - Approval of Construction Contract for Cedar Valley T1 and T2 Upgrade and CV-FS Remote Ends	COO-T	FEB BOD Mtg	Strategic	Ad-hoc
37	2	Draft Resolution – Approval of Construction Contract - Old Eighty-One Substation	COO-T	FEB BOD Mtg	Strategic	Ad-hoc
38	2	Draft Resolution – Approval of Construction Contract T318 Blanco – Devils Hill 138kV Line	COO-T	FEB BOD Mtg	Strategic	Ad-hoc
39	2	Draft Resolution – Approval of Filing of Application as to Its Certificate of Convenience and Necessity with Public Utility Commission of	Compliance & Regulatory	FEB BOD Mtg	Compliance	Ad-hoc
40	2	Texas Draft Resolution – Approval of T318 Blanco - Devils Hill 138kV Line Easement Amendments	COO-T	FEB BOD Mtg	Strategic	Ad-hoc
41	2	Draft Resolution – Approval of T360 Friendship - Rutherford 138kV Line Pole Order	COO-T	FEB BOD Mtg		Ad-hoc
42	2	Key Performance Indicator (KPI) of 2024 Period 2 Results	CS)\O	FEB BOD Mtg	Strategic	Reoccurring
43	2	Markets Report	Markets	FEB BOD Mtg	Strategic	Reoccurring
44	2	Personnel Matters	Human Resources	FEB BOD Mtg	Strategic	Reoccurring
45	2	Safety/Security	Human Resources	FEB BOD Mtg	Strategic	Reoccurring
46	2	Update on Competitive ERCOT Regulatory Matters	Compliance & Regulatory	FEB BOD Mtg	Compliance	Ad-hoc
		MAR				
47	3	2025 Election Timeline Update	General Counsel	_	Compliance EPP	Reoccurring
48	3	2025 Texas Legislative Matters	CAO	FEB BOD Mtg MAR BOD Mtg		Ad-hoc
49	3	Approval Resolution - Approval of Construction Contract for Cedar Valley T1 and T2 Upgrade and CV-FS Remote Ends	COO-T	MAR BOD MIG	Strategic	Ad-hoc
50	3	Approval Resolution – Approval of Construction Contract - Old Eighty-One Substation	COO-T	MAR BOD Mtg	Strategic	Ad-hoc
51	3	Approval Resolution – Approval of Construction Contract T318 Blanco - Devils Hill 138kV Line	COO-T	MAR BOD Mtg	-	Ad-hoc
52	3	Approval Resolution – Approval of Filing of Application as to Its Certificate of Convenience and Necessity with Public Utility Commission of Texas	Compliance & Regulatory	MAR BOD Mtg	Compliance	Ad-hoc
53	3	Approval Resolution – Approval of T318 Blanco - Devils Hill 138kV Line Easement Amendments	COO-T	MAR BOD Mtg	Strategic	Ad-hoc
54	3	Approval Resolution – Approval of T360 Friendship - Rutherford 138kV Line Pole Order	COO-T	MAR BOD Mtg	Strategic	Ad-hoc
55	3	Approval Resolution(s) – Approval of Capital Improvement Plan Budget Amendments for Real Property Acquisitions	Compliance & Regulatory	MAR BOD Mtg	Strategic	Reoccurring
56	3	$Approval\ Resolution (s) - Approval\ of\ Real\ Property\ Acquisitions\ or\ Real\ Property\ Dispositions$	Compliance & Regulatory	MAR BOD Mtg	Strategic	Reoccurring
57	3	CEO Corporate Initiatives and Action Items Quarterly Update	CEO	MAR BOD Mtg	Compliance	Quarterly
58	3	Cooperative Update	CEO	MAR BOD Mtg	Strategic	Reoccurring
59	3	Draft Resolution – Approval and Certification of 2025 Election Ballot	General Counsel	MAR BOD Mtg		Reoccurring
60	3	Draft Resolution – Approval of 2025 Annual Membership Meeting Agenda	General Counsel	MAR BOD Mtg		Annual
61	3	Markets Report	Markets	MAR BOD Mtg	-	Reoccurring
62	3	Personnel Matters	Human Resources Human Resources	MAR BOD Mtg		Reoccurring
63	3	Safety/Security	Human Resources	MAR BOD Mtg	Strategic	Reoccurring
64	4	APR 2024 Financial Audit	Audit Committee	APR AuditCommittee Mtg	Compliance	Reoccurring
65	4	Presentation of 2024 Financial Audit and Management Letter by Bolinger, Segars, Gilbert & Moss (BSGM)	Audit Committee	APR AuditCommittee Mtg	Compliance	Reoccurring
66	4	2025 Election Timeline Update	General Counsel	APR BOD Mtg	Compliance EPP	Reoccurring
67	4	2025 Texas Legislative Matters	CAO	APR BOD Mtg		Ad-hoc
68	4	Approval Resolution – Approval and Certification of 2025 Election Ballot	General Counsel	APR BOD Mtg	Compliance	Reoccurring
69	4	Approval Resolution – Approval of 2024 Financial Audit and Management Letter by Bolinger, Segars, Gilbert & Moss (BSGM) - Audit	CFO	APR BOD Mtg	Compliance	Reoccurring
70	4	Committee Chair Approval Resolution – Approval of 2025 Annual Membership Meeting Agenda	General Counsel	APR BOD Mtg	Strategic	Annual
71	4	Approval Resolution – Approval of Director Candidates for 2025 Pedernales Electric Cooperative Board of Director's Election Ballot	General Counsel	APR BOD Mtg		Reoccurring
72	4	$Approval\ Resolution (s) - Approval\ of\ Capital\ Improvement\ Plan\ Budget\ Amendments\ for\ Real\ Property\ Acquisitions$	Compliance & Regulatory	APR BOD Mtg	Strategic	Reoccurring
73	4	Approval Resolution(s) – Approval of Real Property Acquisitions or Real Property Dispositions	Compliance & Regulatory	APR BOD Mtg	Strategic	Reoccurring
74	4	Cooperative Update	CEO	APR BOD Mtg	Strategic	Reoccurring
75	4	Draft Resolution – Approval of T360 Friendship – Rutherford 138kV Line Construction Contract	COO-T	APR BOD Mtg	Strategic	Ad-hoc
76	4	Markets Report	Markets	APR BOD Mtg	_	Reoccurring
77	4	Personnel Matters	Human Resources	APR BOD Mtg	Strategic	Reoccurring
78	4	$Qualifications\ and\ Elections\ Committee\ (QEC)\ Recommendation\ of\ Qualified\ Candidates\ -\ QEC\ Rep$	General Counsel	APR BOD Mtg	Compliance	Reoccurring
79	4	Report on Property, Liability, and Corporate Insurance Policies	Compliance & Regulatory			Annual
80	4	Safety/Security	Human Resources	APR BOD Mtg	-	Reoccurring
81	4	Update on Competitive ERCOT Regulatory Matters	Compliance & Regulatory	APR BOD Mtg	Compliance	Ad-hoc



PO Box 1 Johnson City, TX 78636

File #: 2025-019, Version: 1

Matters in Which the Board Seeks the Advice of Its Attorney as Privileged Communications in the **Rendition of Professional Legal Services**

Submitted By: Andrea Stover Department: General Counsel



PO Box 1 Johnson City, TX 78636

File #: 2025-031, Version: 1

2025 Texas Legislative Matters - J Urban

Submitted By: JP Urban

Department: Chief Administrative Officer



PO Box 1 Johnson City, TX 78636

File #: 2025-020, Version: 1

Litigation and Related Legal Matters - A Stover

Submitted By: Andrea Stover Department: General Counsel



File #: 2025-021, Version: 1

Resolution - Approval of Authorization for Initiation, Settlement, or Disposition of Litigation Matter(s) -**A Stover**

Submitted By: Andrea Stover Department: General Counsel

Financial Impact and Cost/Benefit Considerations: If any, as discussed in Executive Session.



PO Box 1 Johnson City, TX 78636

File #: 2025-008, Version: 1

Draft Resolution - Approval of Construction Contract T358 Cedar Valley - Friendship 138kV Line - J Greene

Submitted By: Jonathan Greene

Department: Chief Operations Officer - Transmission Financial Impact and Cost/Benefit Considerations:



PO Box 1 Johnson City, TX 78636

File #: 2025-023, Version: 1

Long-Term Distribution/Substation Capacity/Transmission Planning/Real Estate Update - J Greene/N Fulmer/C Powell

Submitted By: Jonathan Greene/Nathan Fulmer/Christian Powell

Department: COO-T/COO-D/Compliance & Regulatory Financial Impact and Cost/Benefit Considerations: N/A



File #: 2025-024, Version: 1

Update on Competitive ERCOT Regulatory Matters - C Powell/E Blakey

Submitted By: Christian Powell/Eric Blakey Department: Compliance & Regulatory



PO Box 1 Johnson City, TX 78636

File #: 2025-025, Version: 1

Markets Report - R Strobel/R Kruger

Submitted By: Rob Strobel/Randy Kruger

Department: Markets



PO Box 1 Johnson City, TX 78636

File #: 2025-011, Version: 1

Resolution - Approval of Purchase of Land in Williamson County - C Powell

Submitted By: Christian Powell

Department: Chief Compliance Officer

Financial Impact and Cost/Benefit Considerations:



File #: 2025-027, Version: 1

Resolution(s) - Approval of Capital Improvement Plan Budget Amendments for Real Property **Acquisitions - C Powell**

Submitted By: Christian Powell

Department: Compliance & Regulatory

Financial Impact and Cost/Benefit Considerations: As discussed in Executive Session.



PO Box 1 Johnson City, TX 78636

File #: 2025-028, Version: 1

Safety and Security Matters

Submitted By: Human Resources Department: Human Resources



PO Box 1 Johnson City, TX 78636

File #: 2025-029, Version: 1

Personnel Matters

Submitted By: Human Resources Department: Human Resources



File #: 2025-030, Version: 1

Review of 2025 Corporate Initiatives and CEO Action Items - J Parsley

Submitted By: Julie Parsley

Department: Chief Executive Officer

Financial Impact and Cost/Benefit Considerations: If any, as discussed in Executive Session.