SOUTH CAROLINA PUBLIC SERVICE AUTHORITY (SANTEE COOPER) LARGE LIGHT AND POWER ECONOMY POWER SERVICE <u>RIDER L-17-EP</u>

Section 1. Availability and Applicability:

(A) Service hereunder, "Economy Power," shall be available to customers meeting the availability requirements of the Authority's Large Light and Power Rate Schedule L-17 or its successor (hereinafter, "Schedule L"), to which this Rider L-17-EP is attached and made a part of. In addition, service hereunder shall be available only to specified Delivery Points upon a prior written agreement between the Authority and the Customer with respect to each such Delivery Point, in the form of an appropriate Delivery Point Specification Sheet attached to the Service Agreement between the Customer and the Authority.

(B) In order to receive service under this Rider L-17-EP, the sum of the Customer's Contract Demands under this Rider L-17-EP plus the sum of the Customer's Firm Contract Demand and Interruptible Contract Demand must equal or exceed 2,000 kW.

Section 2. Character of Service:

(A) Economy Power hereunder shall consist of the supply of electric power and energy, of the same general characteristics as described in Schedule L, that the Authority may from time to time, in its sole discretion, determine to be available from the Authority's resources (including the Authority's arrangements with other utilities) in excess of the power and energy requirements of the Authority's other customers.

(B) The Authority shall use good faith efforts to notify the Customer of the availability of

Rate Code: L

EP. "Delivered Economy Energy", for any hour or half-hour, shall be the amount, if any, by which the metered deliveries of power and energy to the Customer in such hour or half-hour exceed the sum of (i) the Customer's then-current Firm Contract Demand under Schedule L, and (ii) the Customer's then current Interruptible Contract Demand, if any, pursuant to Rider L-13-I, but in no event greater than the Customer's then current Economy Power Contract Demand hereunder.

(F) All power and energy used by the Customer during a Curtailment Period in excess of the demand limitation set forth in the Authority's notice for such Curtailment Period identified in Section 4 (B)(2) shall be classified as Excess Economy Power; provided, however, that the Authority shall be under no obligation whatsoever to furnish such Excess Economy Power.

Section 3. Monthly Rates and Charges

Charges to the Customer for Economy Power hereunder shall be equal to the sum of (i) the Monthly Customer Charge, (ii) the Monthly Reservation Charge, (iii) the Monthly Energy Charge, and (iv) the Monthly Excess Economy Power Demand Charge, all as set forth below:

(A) Monthly Customer Charge

The Monthly Customer Charge hereunder shall be \$1,000.00 per month for each Billing Month.

(B) <u>Monthly Reservation Charge</u>

The Monthly Reservation Charge hereunder shall be equal to the Customer's Economy Power Contract Demand for such Billing Month, in kilowatts, times \$1.81 per kilowatt.

(C) Monthly Energy Charge

The Monthly Energy Charge hereunder shall be the aggregate sum of all applicable Hourly Energy Charges during the Billing Month. Each such Hourly Energy Charge shall be the sum of (1), (2), and (3) below for such hour:

- (1) The amount, if any, of Delivered Economy Energy up to the amount of Scheduled Economy Energy for the hour times the Economy Energy Price for that hour;
- (2) Overscheduling charges shall equal the amount, if any, by which the Customer's Delivered Economy Energy for the hour was less than 90% of the Customer's Scheduled Economy Energy for the hour, times the Capital Improvement Fund and generation-related charges in the Economy Energy Price as stated in Section 3(C)(3) below; and
- (3) Underscheduling charges shall equal he amount, if any, by which the Customer's

Rate Code:

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For each hour, the aforementioned Economy Energy Price applicable to Economy Power hereunder shall be the price quoted by the Authority for the hour pursuant to Section 2 hereof. For each hour, such Economy Energy Price shall be the greater of (i) the Authority's Incremental Energy Cost, plus markups to include contributions to the Capital Improvement Fund, transmission losses, and generation-related expenses, or (ii) the price at which the Authority could have sold such Economy Power to another utility or utilities, based on actual quotes from such other utility or utilities. Such Incremental Energy Cost shall be the Authority's best reasonable estimate of its out-of-pocket, incremental cost of producing Economy Power during such hour, as determined in accordance with usual utility practice. In no event shall the final Economy Energy Price quoted by the Authority for an hour be subject to after-the-fact adjustment except as allowed in this.

For the purposes of the L-17-EP Economy Energy Price, contributions to generation-related expenses shall equal \$8.31/MWh.

For the purposes of the L-17-EP Economy Energy Price, contributions to the Capital Improvement Fund and transmission losses shall equal the Authority's Incremental Energy Cost times a factor of 0.1292. Such charges may be modified from time-to-time.

(D) Monthly Excess Economy Power Demand Charge

The Monthly Excess Economy Power Demand Charge hereunder shall be equal to (i) the greatest 30-minute integrated kW demand of Excess Economy Power, multiplied by (ii) six (6) times the sum of the per-kW rates for the Firm Base Demand Charge and the Excess Demand Charge specified in Schedule L.

(E) <u>Optional Charge(s)</u>

From time to time, at its sole discretion, the Authority may elect to offer customers served under this Rider pricing alternatives. The Optional Charge(s) hereunder shall be set forth along with the terms and conditions of each alternative in writing. The Customer, at its sole discretion, shall have the choice of receiving any portion of Economy Energy under the Optional Charge(s).

Section 4. Determination of Demands

(A) <u>Economy Power Contract Demand</u>

(1) The Customer's Economy Power Contract Demand for each Delivery Point shall be established initially by mutual agreement of the Authority and the Customer, as evidenced in the Delivery Point Specification Sheet for the Delivery Point that is attached to, and a part of, the Service Agreement between the Customer and the Authority.

(2) The Customer's Economy Power Contract Demand may be unilaterally reduced by the Customer, in whole or in part, such reduction to become effective at the beginning of a Billing Month specified by the Customer if, and only if, the Customer shall have provided the Authority with at least twenty-four (24) months prior written notice of such reduction. Notices of such reductions in the Customer's Economy Power Contract Demand shall be irrevocable once given.