

SOUTH RIVER ELECTRIC MEMBERSHIP CORPORATION
DUNN, NORTH CAROLINA

RIDER ED
Economic Development Rider

AVAILABILITY

Service under this Rider is available as a Rider to the Cooperative's Large General and Large General Time-of-Day Service schedules, at the Cooperative's option, to serve new or expanded nonresidential loads within the Cooperative's territory meeting the applicability requirements of this Rider. Service under the Rider is not available for resale, temporary, standby, or breakdown service or for parallel operation. Where applicable, service under this Rider will be contingent upon approval by all appropriate regulatory authorities.

APPLICABILITY

This Rider is applicable for load associated with initial permanent service to new nonresidential establishments, expansion of existing nonresidential establishments, or new consumers in existing nonresidential establishments who contract for service with the Cooperative on or after the Effective Date of this Rider. The new load receiving service under this Rider must have a monthly peak load of at least 400 kW, average monthly load factor of 60% or greater, served from a single delivery point, and metered separately from any other load.

This Rider is not available to a new consumer that results from a change in ownership of an existing establishment. However, if a change in ownership occurs after the consumer has contracted under this Rider with the Cooperative for the consumer's initial load, the successor consumer may be allowed to fulfill the balance of the contract. This Rider is not available for renewal of service following interruptions, such as equipment failure, temporary plant shutdown, strike, or economic conditions. This Rider is also not available for load shifted from one establishment or delivery on the Cooperative's system to another location on the Cooperative's system. This Rider is not available to businesses associated with cryptocurrency mining.

DEFINITIONS

New Load: New Load is that which is added to a Cooperative's system by a new nonresidential establishment. For existing nonresidential establishments, New Load is the net incremental load above that which existed prior to approval for service under this Rider.

Delivery Date: The Delivery Date is the first date service is supplied under this Rider.

Operational Date: The Operational Date shall be the date the facility is fully operational as declared by the consumer but shall not be more than eighteen (18) months after the Delivery Date.

SOUTH RIVER ELECTRIC MEMBERSHIP CORPORATION
RIDER ED – Page ii

Month: The term "month" as used in this Rider means the period intervening between readings for the purpose of monthly billings. Readings will be collected each month at intervals of approximately thirty (30) days.

Load Factor: The term "load factor" as used in this Rider shall be equal to the kilowatt-hours (kWh) used during the month divided by the maximum 15-minute kW demand registered for the month divided by 730 hours.

GENERAL PROVISIONS

1. The consumer must make application to the Cooperative for service under this Rider before the consumer may receive service hereunder. The application must include a description of, the amount of, and the nature of the new load.
2. Consumers must agree to a minimum contract term of ten (10) years following the Operational Date.
3. Consumers contracting for service under this Rider must agree to allow the Cooperative to install the metering equipment necessary to measure the New Load, to be billed under this Rider, separate from existing load. The Cooperative reserves the right to determine whether such installation will be separately metered or sub-metered. If, in the Cooperative's opinion, the nature of the expansion is such that either separate metering or sub-metering is impractical or economically infeasible, the Cooperative will determine, based upon historical usage, what portion of the consumer's load, if any, qualifies as New Load.
4. All terms and conditions of the Cooperative's Large General and Large General Time-of-Day Service schedules shall apply to service supplied to a consumer under this Rider.
5. Service under the Rider shall be subject to the established Service Rules and Regulations of the Cooperative.

MONTHLY CHARGES

For loads less than 20% of the Cooperative's three-year historical average peak load:

For five (5) years starting with the Operational Date, the consumer will be billed a discounted rate. This rate will be calculated at the time service is requested. The rate will be the sum of power costs and distribution costs. Power cost will be billed at the Cooperative's wholesale supplier's Economic Development rate. Distribution costs will be calculated using the consumer's load and average distribution costs calculated using the Cooperative's most recent financial data and cost-of-service study. This rate may be changed annually.

For loads greater than 20% of the Cooperative's three-year historical average peak load:

The Cooperative and NCEMC will agree upon the terms, conditions and pricing that best meet the power supply needs of the new nonresidential consumer.