GARKANE ENERGY COOPERATIVE, INC. ELECTRIC SERVICE

SCHEDULE NO. RES01 TOU

STATE OF ARIZONA

RESIDENTIAL TIME OF USE

AVAILABILITY: At any point on the Cooperative's interconnected system, outside of the incorporated boundaries of Colorado City, where there are facilities of adequate capacity subject to the Cooperative's established rules and regulations. The capacity of individual motors served under this Schedule will not exceed 10 H.P. This rate is not for resale.

APPLICATION: This Schedule is for alternating current electric service supplied at approximately 120 or 240 volts through one kilowatt-hour meter at a single point of delivery for all service required on the premises for residential purposes.

When a portion of a dwelling is used regularly for business, professional or other gainful purposes, the premises will be classified non-residential and the appropriate schedule applied. However, if the wiring is so arranged that the service for residential purposes can be metered separately, the Schedule will be applied to such service.

MONTHLY BILL:

Base Rate: \$ 27.00 per month

On-Peak Energy Charge per kWh \$ 0.0993

Oct - March: 6:00 a.m. to 11:00 a.m. daily Apr - Sept: 3:00 p.m. to 9:00 p.m. daily (excluding Sundays and Federal Holidays) *

Off-Peak Energy Charge per kWh \$ 0.0493

All hours other than On-Peak

MINIMUM MONTHLY CHARGE: The minimum monthly charge under the above rate shall be the monthly Base Rate, or as provided by contract. Payment of the minimum monthly charge does not entitle the customer the use of any kwh's of electricity.

TEMPORARY DISCONTINUANCE OF SERVICE: If a customer requests connection or reconnection of service at the same location within a l2-month period, he shall be required to pay the monthly customer charge for each of the intervening months.

ELECTRIC SERVICE REGULATIONS: Service under this Schedule will be in accordance with the terms of the Electric Service Agreement between the customer and the Cooperative. The Electric Service Regulations of the Cooperative on file with and approved by the Arizona Corporation Commission, including future applicable amendments, will be considered as forming a part of and incorporated in said Agreement.

WHOLESALE POWER COST ADJUSTMENT: The foregoing rates are based upon the Cooperative's cost of purchased power. The Cooperative's base cost of power is \$0.035346. Rates are subject to the imposition of any purchased power adjustment reflecting changes in this cost either upward or downward, which may be established for billing from time to time.

TERMS OF PAYMENT: The above rates are NET and are DUE and PAYABLE within twenty (20) days from the date of the bill.

TAX ADJUSTMENTS AND REGULATORY ASSETS: Total monthly sales for electric service are subject to adjustment for all federal, state and local government taxes or levies on such sales and any regulatory agencies on utility gross revenues.

APPROVED: Decision No. EFFECTIVE: January 1, 2018

^{*}All times Arizona Time. In the event Arizona observes Daylight Savings Time, times will be adjusted one hour, as appropriate, to reflect the change to DST.