

RATE RDS
RETAIL DELIVERY SERVICE

(Continued from Sheet No. 74)

TECHNICAL AND OPERATIONAL PROVISIONS (CONTINUED)

SYSTEM LOSSES.

A retail customer served hereunder is responsible for procuring sufficient electric power and energy to account for losses on the Company's distribution system associated with the delivery of electric power and energy to such retail customer. The amount of electricity that must be procured by the retail customer is calculated in accordance with the following equation:

$$PE = DE \times (1 + D_c)$$

Where:

PE = Electricity, in kWh, that must be procured by the retail customer.

DE = Electricity, in kWh, registered by the meter(s) at the retail customer's premises, or imputed if applicable, as the electricity delivered to the retail customer at such retail customer's premises.

* D_c = DLF, in decimal format, (%) from the Table: Distribution Loss Factors (DLFs) by Delivery Class for the delivery class, c, applicable to the retail customer for the monthly billing period, divided by one hundred (100).

* Table: Distribution Loss Factors (DLFs) by Delivery Class

<u>Delivery Class</u>	<u>DLF</u>
Residential Single Family Delivery Class	<u>0.07617.77%</u>
Residential Multi Family Delivery Class	<u>0.08378.53%</u>
Watt-Hour Delivery Class	<u>0.08288.15%</u>
Small Load Delivery Class	<u>0.07567.70%</u>
Medium Load Delivery Class	<u>0.07326.73%</u>
Large Load Delivery Class	<u>0.06816.32%</u>
Very Large Load Delivery Class	<u>0.05905.91%</u>
Extra Large Load Delivery Class	<u>0.05855.87%</u>
High Voltage Delivery Class	
<u>Applicable for the retail customer provided at least one service point at such retail customer's premises is being metered by the Company for billing purposes at or above 138,000 volts</u>	<u>0.0073</u>
<u>Otherwise, A</u> applicable for the retail customer provided the highest MKD established by such retail customer during the most recent twelve (12) consecutive monthly billing periods prior to the current monthly billing period exceeded 10,000 kW	<u>0.01041.93%</u>
<u>Otherwise, Aa</u> applicable to any other retail customer in the High Voltage Delivery Class	<u>2.33%0.0111</u>
Railroad Delivery Class	<u>0.03493.47%</u>
Fixture-Included Lighting Delivery Class	<u>41.89%0.1181</u>
Dusk to Dawn Lighting Delivery Class	<u>41.89%0.1181</u>
General Lighting Delivery Class	<u>40.50%0.1054</u>
System Average	<u>6.74%0.0674</u>

(Continued on Sheet No. 76)