

Schedule 1
RESIDENTIAL SERVICE

I. APPLICABILITY

This schedule is applicable to the separately metered and billed supply of alternating current electricity to any Customer for use in and about (a) a single-family residence, flat or apartment, or (b) a combination farm and one occupied single-family residence, flat or apartment, or (c) a private residence used as a boarding and/or rooming house with no more than one cooking installation nor more than ten bedrooms or (d) a "family care home" as defined in Chapter 168, Section 21(1) of the General Statutes of North Carolina.

A combination residence and farm, having more than one single-family residence, flat or apartment served electricity through a single meter, that was being billed under this schedule prior to August 1, 1971, may continue to be supplied electricity under this schedule provided each such dwelling unit is occupied by the owner or by a tenant working on the farm. Such multiple-residence farms connected on and after August 1, 1971, shall not be served under this schedule.

This schedule is not applicable to (a) individual motors rated over 15 HP, (b) commercial use as in hotels, public inns, motels, auto courts, tourist courts, tourist camps, or trailer camps, or (c) separately metered service to accessory buildings or equipment on residential property that are not themselves intended or suitable for residence.

II. MONTHLY RATE

- A. Basic Customer Charge
Basic Customer Charge \$9.83 per billing month

- B. Plus Energy Charge
 - 1. For billing months of June through September:
All kWh @ 9.483¢ per kWh

 - 2. For billing months of October through May:
All kWh @ 8.340¢ per kWh

The energy charges in this schedule contain a base fuel cost of 2.623 cents per kilowatthour.

(Continued)

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(Continued)

II. MONTHLY RATE (Continued)

- C. The energy charges in II.B. above shall be increased or decreased by any applicable Riders.
- D. Effective January 1, 2011, the reduction associated with Energy Conservation Standards is closed, and the 5% discount to the charges in Paragraphs II.B. and II.C. will be available only to those Customers who were receiving the discount as of the closure date and only at the location where service was being provided at the time of closure.
- E. The minimum charge shall be the Basic Customer Charge in II.A. above.

III. LATE PAYMENT CHARGE

Current bills are due and payable from the billing date. When bills are not paid in full within twenty-five (25) days from the billing date, a late payment charge of 1% per month, based on the unpaid balance, will be added to the current bill.

IV. METER READING AND BILLING

- A. Meters may be read in units of 10 kilowatthours and bills rendered accordingly.
- B. The Company shall have the option of reading meters monthly or bimonthly. When the meter is read at other than monthly intervals, the Company may render an interim monthly bill based on estimated kWh use during periods for which the meter was not read.
- C. When bills are calculated for a bimonthly period, the Basic Customer Charge shall be multiplied by two; the number of kWh specified in each block of the Monthly Rate shall be multiplied by two before the rates per kWh are applied to the usage for the bimonthly period; and the minimum charge shall be the modified Basic Customer Charge.

V. TERM OF CONTRACT

Open order.