

RIDER D

TAX EFFECT RECOVERY

Contributions in aid of construction (contributions) relative to distribution and substation facilities which are made pursuant to the following provisions of the Terms and Conditions shall be multiplied by a Tax Effect Recovery Factor (TERF) of 1.29 to determine the total payment amount due from the Customer (or Applicant):

1. Section IV - Service Connections, Paragraph E.4. a.
2. Section XXII - Electric Line Extensions and Installations
3. Underground Electric Service Plan F

The TERF shall also be applied to other contributions that may occur from time to time to the extent they are classified as taxable income to the Company. However, the TERF shall not be applied to contributions for the provision of temporary service.

For contributions made which are relative to transmission facilities, the Customer shall pay the contribution plus an additional amount equal to the net cost of taxes to the Company resulting from the contribution.