

LOCKHART POWER COMPANY
EXPERIMENTAL RIDER ED-1

ECONOMIC DEVELOPMENT

AVAILABILITY

Available to new customers, at the Company's sole discretion, who will receive and maintain service under the Company's Schedule I "Industrial Service" with a minimum contract demand of five (5) megawatts.

All terms and conditions of Schedule I "Industrial Service" applicable to the Customer shall apply, except as modified by this Rider.

GENERAL PROVISIONS

This Rider will provide recovery of the incremental economic impact of the Customer on the Company's system. This recovery will include additional investment in infrastructure, the associated return on equity, and related expenses, as well as purchased power expense necessary to serve the Customer. A contribution margin will also be included in an amount determined by the Company, but not less than \$1.00 per megawatt hour.

The monthly bill will consist of a Customer Specific Demand charge, a Purchased Power Demand charge, a Purchased Power Energy charge, a Purchased Power Transmission charge, and a Purchased Power True-Up. This calculation of the monthly bill will replace the monthly rate calculation as described in Schedule I "Industrial Service". The recovery of purchased power expenses shall be subject to an annual true-up.

The Purchased Power expense and kWh Sales associated with all customers who are billed under the terms of this Rider will be excluded from the PAC calculation as outlined in Schedule O "Power Adjustment Clause".

At the Company's discretion, the fixed cost component of the rate can be waived until the earlier of six months after executing the Customer service agreement or the commencement of operations by the Customer.

CONTRACT PERIOD

The Customers receiving service under this Rider are subject to terms of the "Contract Period" section as described in Schedule I "Industrial Service", except the original minimum term will be five (5) years.

The Customer may terminate service under the provisions of this Rider by giving the Company at least twelve (12) months' advance notice of termination in writing. If the Customer requests an amendment to or termination of the service agreement before the expiration of the original minimum term, the Customer may be required, at the option of the Company, to pay an early termination charge as determined by the Company.

The Company reserves the right to modify or cancel service to the Customer under this Rider, including updating the costs associated with the calculation of this rate, upon twelve (12) months' notice.

Approved by Order No. 2018-672 of the Public Service Commission of SC. Effective October 3, 2018. Docket No. 2018-292-E