

BARC ELECTRIC COOPERATIVE

RURAL ELECTRIC SERVICE SCHEDULE ROW

1. APPLICABILITY

Applicable as a rider to members of the Cooperative taking service under Schedule A.

2. PURPOSE

The purpose of this rider is to credit Schedule A members the amount of jurisdictional right-of-way clearing ("ROW") cost that is capitalized and transferred to BARC Connects during the BARC Connects fiber construction phase. Schedule ROW will terminate when the BARC Connects construction phase is complete and all capitalized ROW costs transferred to BARC Connects has been credited through this Rider.

The initial annual amount to be credited through this Rider ("ROW Credit Amount") in year beginning with the effective date is \$(767,045). The ROW Credit Amount for each subsequent year will be estimated and will include any amount over or under credited in the initial and each subsequent year; provided, however, that the ROW Credit Amount will not be positive resulting in a charge.

3. MONTHLY CREDIT RATES

Estimated ROW Credit Amount	\$ (767,045)
Consumer Related Percent	x <u>0.32</u>
Consumer Related Portion	\$ (245,454)
Rate Year No. of Schedule A Customers	÷ 12,092
	÷ <u>12</u> months
Consumer Delivery Charge Credit	\$ (1.69) per month credit
Demand Related Percent	x <u>0.68</u>
Demand Related Portion	\$ (521,591)
Rate Year No. of Schedule A kWh Sales	÷ <u>127,739,888</u>
Energy Delivery Charge Credit	\$ (0.00408) per kWh credit

The above credit rates will be adjusted in December of each year for billing beginning in January based on the estimated ROW Credit Amount and the estimated billing determinants for each subsequent year.