HARNEY ELECTRIC COOPERATIVE, INC.

SCHEDULE E – SMALL COMMERCIAL SERVICE
(Effective March 1, 2016)

AVAILABILITY
Available to members of the Cooperative for service to small commercial establishments, schools, churches, public buildings and other uses requiring less than 50 kVa transformer capacity. Subject to the rules of the Cooperative or the provisions of such other rate schedules as the Cooperative may have in effect. The capacity of individual single-phase motors served under this schedule may not exceed 10 horsepower.

New services may be curtailed from time to time at the discretion of the Board of Directors. Power may be interrupted or curtailed from time to time and voltage may fluctuate depending on sources of power and system capacity.

TYPE OF SERVICE
Single-phase 60 cycles, at available secondary voltages. Motors having a rated capacity in excess of 10 horsepower must be three-phase. Voltage may vary from time to time.

RATE
All kWh over Basic Service Charge @ 9.0¢ for each kWh.

Seller's current rate schedule may be changed from time to time by Seller's Board of Directors.

BASIC SERVICE CHARGES

<table>
<thead>
<tr>
<th>Service Type</th>
<th>Amount</th>
<th>Notes</th>
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</thead>
<tbody>
<tr>
<td>Small Commercial</td>
<td>$31.50 per month</td>
<td>Includes 150 kWh</td>
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<tr>
<td>3 Phase Service</td>
<td>$75.00 per month</td>
<td>Per month</td>
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All established/applied agreed monthly or annual basic charges will remain in effect, and, all services must be paid, whether disconnected or not, while service is in place unless written agreement states otherwise.

For members requiring more than 50 kVa transformer capacity, the basic monthly charge shall be increased at the rate of $1.00 for each additional kVa or fraction thereof required.

TERMS OF PAYMENT
Payments are due by the 15th of each month. If not paid by the due date, it is subject to disconnect. If delinquent upon disconnect a charge will be assessed to cover the added expense.

FRANCHISE FEES OR TAX ADJUSTMENTS
The amount of any franchise fees or franchise taxes levied by any quasi-municipal entity shall be added to the above charges for electricity sold within the area where such fee or tax is imposed.