HARNEY ELECTRIC COOPERATIVE, INC.

SCHEDULE I - IRRIGATION SERVICE
(Effective March 1, 2016)

AVAILABILITY
Available to members of the Cooperative for service to electric irrigation motors pumping underground water from irrigation wells, booster pumps on sprinkler systems, and other uses, subject to the rules of the Cooperative.

New service 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
Three-phase or single-phase, 60 cycle, at available secondary voltage. Voltage may vary from time to time.

RATE
kWh at 7.00¢. Usage occurring during May, June, July, August & September. Usage occurring October through April will be at 8.00¢ kWh.

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

DETERMINATION OF HORSEPOWER
For billing purposes, the horsepower shall be taken as the manufacturer's rating as designated on the motor nameplate, except that if the Cooperative so elects, the horsepower may be determined by actual measurement of power input during a period of normal use, less an allowance of not more than 10 percent for motor losses.

BASIC SERVICE CHARGES
The basic annual service charge shall be $20. per horsepower, but shall not be less than $150. annually for single-phase service, and $400. annually for three-phase service.

Payment of the basic annual charge is compulsory whether or not any power is consumed. It shall be divided into three equal monthly installments which are due and payable with the bills for the first three months of the irrigation season. To compensate for this obligation, the member is entitled to use up to the number of kilowatt hours allowable for the amount of the basic annual charge in conformance with the terms of the foregoing rate schedule. When the member's usage of power exceeds the number kilowatt hours permitted for the basic annual charge, all such additional kilowatt hours shall likewise be priced in accordance with the terms of this rate schedule.

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.

POWER FACTOR ADJUSTMENT
The member agrees to maintain power factor above 95 percent. The member further agrees to install secondary capacitors on all motors rated at 20 horsepower or above. When the Cooperative deems it necessary, adjustments may be made for average power factors lower than 95 percent.

TERMS OF PAYMENT
Payments are due by the 25th 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 charge for electricity sold within the area where such fee or tax is imposed.