

TAX

NEC is authorized to collect and pass on, by adding to the consumer's bill, the applicable proportionate part of any taxes or government impositions which are, or may in the future be, assessed on the basis of the gross revenues of NEC and/or the revenue from the electric energy or service sold.

PURCHASED POWER COST ADJUSTMENT

When the actual purchased power cost per kWh is above or below the base purchased power cost of \$0.066160, NEC shall pass through such increases or decreases to all classes of consumers.

DEMAND SIDE MANAGEMENT PROGRAM (DSM) ADDER

NEC shall add to consumers' bills a DSM adder in the amount set forth in its separate DSM cost recovery tariff approved by the Arizona Corporation Commission in connection with the Electric Energy Efficiency Implementation Plan and Demand Side Management Program filed by NEC. Until the Arizona Corporation Commission approves NEC's DSM cost recovery tariff, NEC shall continue to add to consumers' bills the per kWh demand side management program adder in the amount recomputed annually based upon reports submitted to the Commission by NEC to help offset the costs associated with NEC's programs designed to promote load management, and approved by Staff of the Arizona Corporation Commission.

RENEWABLE ENERGY STANDARD AND TARIFF (REST) ADDER

NEC shall add to consumers' bills a REST adder in the amount set forth in its separate Renewable Energy Standard tariff approved by the Arizona Corporation Commission in connection with the Renewable Energy Standard and Tariff Implementation Plan filed by NEC.

OTHER CHARGES

Other charges may be applicable subject to approval by the Arizona Corporation Commission.

SERVICE DETAILS

- 1) Consumers are bound by NEC's rules, policies and standards approved by the Arizona Corporation Commission to the extent not expressly inconsistent with this Service Schedule. The rules, policies and standards provide details about how NEC serves its Consumers, and they have provisions and charges that may affect the Consumer's bill (for example, service connection charges).
- 2) Electric Service provided will be single-phase, 60 Hertz at NEC's standard voltages available at the Consumer's site. Three-phase service is required for motors of an individual rated capacity of 10 HP or more.
- 3) Electric service is supplied at a single point of delivery and measured through a single meter within NEC's certificated area where the facilities of NEC are of adequate capacity and are adjacent to the consumer's premises.