TRANSMISSION ADJUSTMENT CLAUSE

TRANSMISSION ADJUSTMENT CLAUSE (“TAC”):

The Company shall reconcile the transmission revenues billed to customers against the transmission costs of acquiring such services. This reconciliation will recover or refund, with interest calculated at the Company’s cost of capital used for its distribution rate, any under or over-collection in accordance with a semi-annual reconciliation. When the TAC rate is zero, it will not be shown on customer bills.

TAC CHARGE:

| Charge per kWh | $0.00000 |

This charge is applied on a per kilowatt-hour basis (i.e., above rate times kilowatt-hours). The amount of the charge will show as a line item under the Delivery Services Detail section on Customer bills.