RESIDENTIAL SERVICE SCHEDULE R-TOU

OPTIONAL RESIDENTIAL TIME OF USE METERED RATE

1. AVAILABILITY

Available to Members of the Cooperative desiring Electric Delivery or Electric Supply and Delivery service taken though a single meter used in and around the residence for domestic purposes and for service on a farm including preparation of the farm's produce for market.

This Schedule is intended for service to single residential house keeping units and is not intended for multi-family dwellings, for processing of farm products produced by others, for separately metered operations, for commercial or industrial purposes. The member shall not use a motor in excess of 10 H.P. without prior approval of the Cooperative. This rate is available to those members whose service accommodates the necessary metering requirements.

- a. Whose usage for the past year exceeds 1,000 kilowatt hours each month of the year, and
- b. This rate may be limited to a maximum of 500 Members requesting service.

2. CONTRACT TERM

Contracts will be required for all Members receiving service under this service classification. The contract will be for an initial term of one (1) year with automatic month-to-month extension until terminated by either party.

3. MONTHLY RATE

	Summer	Winter
	Billing Months	Billing Months
Service Classification	May through September	October through April
Distribution Delivery Convice		
Distribution Delivery Service	40.07	\$2.27
Customer Charge	\$9.95	\$9.95
Distribution Charge		
All kWh	\$0.027290	\$0.027290
Renewable Resource Fund	\$0.000178	\$0.000178
Energy Efficiency Fund	\$0.000900	\$0.000900
Energy Supply Service		
Transmission Service Charge		
Transmission	\$0.003620	\$0.003620
Ancillary	\$0.002630	\$0.002630
On Peak kWh	\$0.410800	\$0.161300
Off Peak kWh	\$0.024920	\$0.024920

4. PEAK HOURS

On-Peak Hours:

October 1 through April 30: 6:00 am to 8:00 am and 5:00 pm to 9:00 pm Monday through Friday Eastern Standard Time

May 1 through September 30: 3:00 pm to 6:00 pm Monday through Friday Eastern Daylight Saving Time.

Off Peak Hours:

All non On-Peak Hours.

5. MINIMUM MONTHLY CHARGE

The minimum monthly charge shall be the Customer Charge.

6. ELECTRIC SUPPLY SERVICE

Until such time that the Member elects to purchase its electric supply services from an Electric Supplier, other than the Cooperative, the Cooperative shall provide combined Electric Supply and Delivery Service for the Member. When the Member has not exercised the right to an alternative Electric Supplier, then the Cooperative shall be the electric supplier and shall provide combined Electric Supply and Delivery Service for the Member.

7. POWER COST ADJUSTMENT

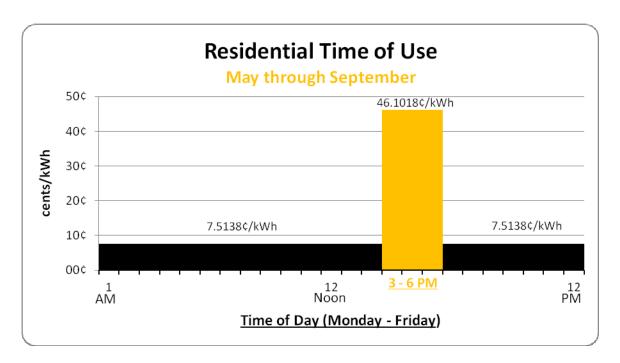
The Residential Time-of-Use rate is subject to any adjustments to the Power Cost Adjustment (PCA) as determined by Section 16.

8. TERMS AND CONDITIONS

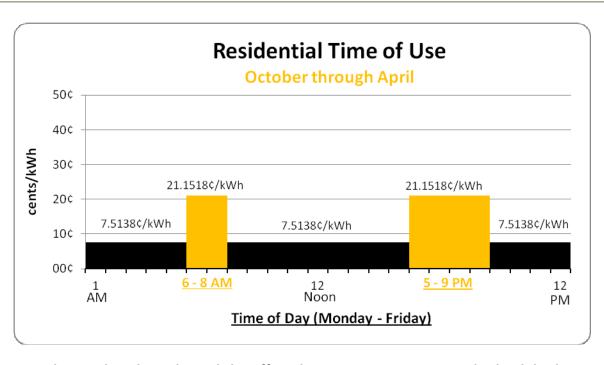
The terms and conditions applicable to Electric Supply and Delivery Service for the Members of Delaware Electric Cooperative, Inc. shall govern where applicable, the delivery of service under this service classification.

9. TERMS OF PAYMENT

The bills are due when rendered and are past due in twenty-seven (27) days from the date of the bill. Upon written notice of past due account and notice of termination of service, the Cooperative may terminate service.



The <u>Residential Time-of-Use</u> rate has an off-peak rate of 7.5138 cents per kWh while the on-peak rate is 46.1018 cents per kWh during the months May through September. By controlling or shifting your usage from the on-peak to the off-peak you can save money. The standard residential rate has a fixed kWh charge of 11.3358 cents per kWh during the months of June through September. For the months October through May the average cost per kWh for 1,000 kWh's is 10.3768 cents. So, the more you shift the more you save.



During the months October through April the off-peak rate is 7.5138 cents per kWh while the on-peak rate is 21.1518 cents per kWh. By controlling or shifting your usage from the on-peak to the off-peak you can save money. The standard residential rate has a fixed kWh charge of 11.3358 cents per kWh during the months of June through September. For the months October through May the average cost per kWh for 1,000 kWh's is 10.3768 cents. So, the more you shift the more you save.

Time-of-Use Rates

What is a time-of-use rate?

Your present electric meter records your total kilowatt-hour (kWh) usage during the month. It does not record when you used the kWh's (just how many). The Time-of-Use (TOU) electric meter also records when you are using kWh's and can determine if you are using energy in the On-Peak or Off-Peak time periods.

How does it work?

Because the TOU meter records when you are using energy, your bill will show two different rates for the energy you use; one rate for the On-Peak (higher cost) usage and another for the Off-Peak (lower cost) usage. So the more energy you can shift to the Off-Peak periods the lower your energy bill.

What are on-peak and off-peak hours?

There are times of high use of electricity when many customers are operating household appliances, heating, or cooling equipment at the same time. These high usage periods are called "On-Peak" hours and are the times DEC pays the most for wholesale power. DEC is billed for demand and energy based on these peaks. There are times when the overall use of electricity is less. These are the "valleys" or "Off-Peak" hours in energy usage when prices are significantly cheaper.

When are DEC's peak hours?

For the residential TOU, Residential Space Heating TOU and General Service TOU the peak periods are as follows:

On-Peak Hours:

October 1 through April 30: 6:00 am to 8:00 am and 5:00 pm to 9:00 pm Monday through Friday Eastern Standard Time

May 1 through September 30: 3:00 pm to 6:00 pm Monday through Friday Eastern Daylight Saving Time.

Off Peak Hours: All non On-Peak Hours

Why time-of-use?

The purpose of TOU rates is to encourage customers to adjust their usage patterns to lower the peaks and fill in the valleys of our system usage. This allows DEC to make the most efficient use of generation facilities and reduces our need to build more generation plants or having to purchase expensive additional energy from other suppliers. We realize that this takes an effort on your part and we hope the savings on your energy bill will encourage you to make the effort.

How much money can I save?

The amount of money you save depends on when you use electricity. You save the most when you can shift your usage to the Off-Peak periods. If you are willing to adjust your lifestyle, this rate could mean a savings for you.

How do I shift my usage to Off-Peak?

The principle behind shifting usage is simply this: do a task that consumes electricity during the Off-Peak period instead of On-Peak.

Some examples:

- Operate washing machines, dryers, dishwashers and non-essential appliances during off-peak hours, such as early morning or late evening.
- Install a timer on your electric water heater and set it to heat mainly in the Off-Peak hours. A well insulated tank will keep the water hot during the On-Peak hours.
- Do your baking and family cooking during Off-Peak hours and then reheat for family meals saving time and money on the Off-Peak rates.
- Adjust your thermostat to higher cooling temperature and lower heating temperatures during peak hours especially if you're not at home. Programmable thermostats can automatically adjust the temperature and save money on any of our rates.
- Turn off any unnecessary lights and ceiling fans during peak hours.
- Set your pool filter timer to operate on Off-Peak hours.
- Realize that some appliances, such as refrigerators and freezers will come on automatically throughout the day. Be sure these appliances are operating properly to minimize their running time.

How do I sign up for a time-of-use rate?

First, read the rate carefully. Second, determine if you can shift your usage to the off-peak periods. Third, if you believe you can reduce your usage during the peak periods give us a call at (302) 349-9090 to sign up. . If you would like to discuss this rate option in further detail please call Kevin Yingling at (302) 349-3120 or email at kyingling@decoop.com.