GARKANE ENERGY COOPERATIVE, INC.

ELECTRIC SERVICE SCHEDULE NO. UTHO8 STATE OF UTAH

GENERAL SERVICE NO. 2 - HILDALE

AVAILABILITY: Available for commercial, industrial, and three-phase farm service for all uses, including lighting, heating and power at any point on the Company's interconnected system within Hildale where there are facilities of adequate capacity, subject to the established rules and regulations of the Company. This rate not for resale.

Service under this schedule is limited to consumers whose load requirements exceed 50 kw demand.

TYPE OF SERVICE: Single-phase and three-phase, 60 cycles, at Seller's standard voltages.

MONTHLY BILL: Base Rate: \$20.00 per month

Energy Charge: \$ 0.06115 per kWh
Demand Charge: \$ 6.37 per kW

Special Power

Adjustment Charge: \$0.015035

DETERMINATION OF BILLING DEMAND: The Billing Demand shall be the maximum kilowatt demand established by the consumer for any period of fifteen (15) consecutive minutes during the month for which the bill is rendered as indicated or recorded by a demand meter and adjusted for power factor as provided below.

POWER FACTOR ADJUSTMENT: The consumer agrees to maintain unity power factor as nearly as practicable. Demand charges for billing purposes may be adjusted if the power factor at the time of maximum use is less than 90 percent lagging. Such adjustments will be made by increasing the measured demand 1 percent for each 1 percent by which the average power factor is less than 90 percent lagging.

MINIMUM MONTHLY CHARGE: The Minimum Monthly Charge shall be the Base Rate, or as provided by contract. Payment of the minimum monthly charge does not entitle the consumer the use of any kwh of electricity.

TEMPORARY DISCONTINUANCE OF SERVICE: If a customer requests reconnection of service at the same location, he shall be required to pay the monthly charge for each of the intervening months.

ELECTRIC SERVICE REGULATIONS: Service under this Schedule will be in accordance with the terms of the Electric Service Agreement between the customer and the Company. The Electric Service Regulations of the Company on file with and approved by the Utah Public Service Commission, including future applicable amendments, will be considered as forming a part of and incorporated in said Agreement.

WHOLESALE POWER COST ADJUSTMENT: The foregoing rates are based upon the Company's cost of purchased power. The Company's base cost of power is \$0.025580. Rates are subject to the imposition of any purchased power adjustment reflecting changes in this cost either upward or downward which may be established for billing from time to time.

TERMS OF PAYMENT: The above rates are NET and are DUE and PAYABLE within twenty (20) days from the date of the bill.

TAX ADJUSTMENTS AND REGULATORY ASSETS: Total monthly sales for electric service are subject to adjustment for all federal, state and local government taxes or levies on such sales and any assessments that are or may be imposed by federal or state regulatory agencies on utility gross revenues.

EFFECTIVE: July 1, 2009