GARKANE ENERGY COOPERATIVE, INC. ELECTRIC SERVICE

SCHEDULE NO. RES21

STATE OF UTAH

RESIDENTIAL SERVICE

AVAILABILITY: Available to Residential consumers in towns, villages, and farming areas, at any point on the Association's interconnected system where there are facilities of adequate capacity subject to the Association's established rules and regulations. The capacity of individual motors served under this Schedule will not exceed 10 H.P. This rate not for resale.

APPLICATION: This Schedule is for alternating current electric service supplied at approximately 120 or 240 volts, single phase, through one kilowatt hour meter at a single point of delivery for all service required on the premises for residential purposes.

When a portion of a dwelling is used regularly for business, professional or other gainful purposes, the premises will be classified non-residential and the appropriate schedule applied. However, if the wiring is so arranged that the service for residential purposes can be metered separately, the Schedule will be applied to such service.

When service is supplied through one meter to more than one dwelling or apartment unit for more than 30 days, the charge for such service shall be computed by multiplying the customer charge by the number of dwelling or apartment units served.

Meters that are not accessible for the regular monthly reading will be billed under the Estimated Billing Regulation.

MONTHLY BILL:

Base Rate \$17.00 First 1,000 kWh \$0.0720 Over 1,000 kWh \$0.0590

MINIMUM: The minimum monthly charge shall be \$30.00, and any increase required under the Line Extension Policy. Payment of the Base Rate does not entitle the consumer the use of any kWh of electricity.

TEMPORARY DISCONTINUANCE OF SERVICE: If a consumer requests connection or reconnection of service at the same location within a 12-month period, he shall be required to pay the minimum monthly charge for each of the intervening months. Non-use of service for 12 months shall make the premises subject to removal under the Idle Service Regulation.

ELECTRIC SERVICE REGULATIONS: Service under this Schedule will be in accordance with the terms of the Electric Service Agreement between the consumer and the Association. The Electric Service Regulations of the Association on file with and approved by the Public Service Commission of Utah, 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 Association's cost of purchased power. The above rates are subject to the imposition of any purchased power adjustment either upward or downward which may be established and approved for billing from time to time under established procedures.

TERMS OF PAYMENT: The above rates are NET and are DUE and PAYABLE within fifteen (15) days from the date of the bill.

EFFECTIVE: July 1, 2012