SURRY-YADKIN ELECTRIC MEMBERSHIP CORPORATION DOBSON, NORTH CAROLINA RATE SCHEDULE WPCA

Wholesale Power Cost Adjustment Clause

AVAILABILITY

The Wholesale Power Cost Adjustment Clause (W.P.C.A.) is applicable to all electric service supplied under the Cooperative's Retail Rate Schedule.

BILLING

At the discretion of the Cooperative, each kilowatt-hour sold may be increased or decreased by an amount not to exceed the nearest one-hundredths of a cent (.0001 dollars), the charge as determined by use of the following formula:

W.P.C.A. =
$$(C + D) - (0.07130x P) \times T$$

Where:

C= Total charges from the Cooperative's purchased power suppliers for the most recent six months available plus the forecast of purchased power costs for the immediate next six months, adjusted to eliminate any out-of-period adjustments.

D= The total accumulated difference between the Cooperative's purchased power cost adjustment charges and the purchased power costs applicable to this clause through the end of the prior month.

P= The total kilowatt-hours purchased for the most recent six months available, plus the forecasted kWh purchases for the immediate next six months.

S= The total kilowatt-hours sold for the most recent six months available, plus the forecasted kWh sales for the immediate next six months.

T= Gross Receipts Tax Factor, if applicable. Effective July 1, 2014, the Gross Receipts Tax Factor will no longer be applicable.