

JACKSON ELECTRIC MEMBERSHIP CORPORATION

SCHEDULE MBS-22

MARKET BASED SERVICE

AVAILABILITY:

To all qualified customers in the area served by the Cooperative. Availability will be determined on a case-by-case basis at the sole discretion of the Cooperative.

APPLICABILITY:

To customers over 900 kW connected demand taking delivery at a standard voltage at a single point of delivery.

MONTHLY RATE:

The total monthly charge will be the sum of the following:

Energy Charge (EC): Energy Charge will consist of the following components:

These charges may be determined on a case-by-case basis at the discretion of the Cooperative, subject to market prices, availability, contract terms, load characteristics and type of service provided.

- KWH Charge
- Transmission Charge
- Fixed Cost Recovery Charge
- Substation Charge
- Line Loss Charge

Facilities Charge (FC): An amount equal to (1/12) of the annual allocated cost of providing service consisting of the following components:

- Operation and Maintenance
- Customer Accounting
- Customer Service
- Sales
- Administrative & General
- Taxes
- Capital Costs - Allocated Plant
- Capital Costs - Direct Plant

Total Charge (TC):  $TC = EC + FC$

Margin Cost (MC): An amount equal to:

First \$15,000 of TC	3.0%, plus
Next \$35,000 of TC	2.5%, plus
Over \$50,000 of TC	2.0%

TERMS OF PAYMENT:

If the account is not paid by due date, a late fee in the amount specified in the Service Rules and Regulations may be added to the account. Further failure to pay a bill may subject a customer to disconnection and/or disconnection charges in accordance with the Cooperative's rules and regulations.

All charges are subject to applicable taxes.

CONTRACT PERIOD:

As specified in the Agreement for Electric Service