SUMNER-COWLEY ELECTRIC COOPERATIVE, INC.

SCHEDULE

PCA-23

REPLACING SCHEDULE

NEW SCHEDULE

POWER COST ADJUSTMENT (PCA)

APPLICABILITY:

Applicable to all accounts that have kWh charges.

COMPUTATION FORMULA:

The rates for energy to which this adjustment is applicable shall be increased or decreased by .001¢ per kilowatt-hour (kWh) for each .001¢ (or major fraction thereof) increase or decrease in the aggregate cost (excluding Board approved credits) of energy per kWh as computed by the following formula:

(C - B) = Adjustment

Where:

C = The actual total purchased power cost in \$ / kWh purchased plus the cost to generate power for the latest month for which data is available.

B= Actual purchased power cost in \$ / kWh purchased established during the base period. The base period is defined as the period from which data was taken in establishing the base rates to which the energy adjustment will be applied. B = .06934 \$ / kWh.

FREQUENCY OF COMPUTATION:

The new adjustment amount shall be computed each month and recovered based on kWh usage in the following month.

TERMS OF PAYMENT:

In accordance with the Rules and Regulations on file at the Cooperative's headquarters as they currently exist or may be amended from time to time. All rates are subject to the discretion of the Cooperative's Board of Directors.

EFFECTIVE DATE: JANUARY 1, 2023

SIGNED:

(President of the Board of Directors)