

RATE SCH SCHOOL SERVICE

By order of the Alabama Public Service Commission dated December 7, 1998 in Informal Docket #U-3034.

The kWh charges shown reflect adjustment pursuant to Rates RSE and CNP for application to monthly bills effective for April 2011 billings.

| | | |
|-----------------------|----------------------------------------------|--------------------------|
| PAGE 1 of 3 | EFFECTIVE DATE June, 2009 Billings | REVISION Fifth |
|-----------------------|----------------------------------------------|--------------------------|

AVAILABILITY

Available in all areas served from the interconnected system of the Company.

APPLICABILITY

This rate is applicable at the option of a qualified public or private kindergarten, elementary, or secondary school, in a single establishment on one premise where the total energy requirements for lighting, power, space cooling, and space heating are supplied electrically through one meter. A qualified public or private kindergarten, elementary, or secondary school must utilize electric space heating. The aforementioned space cooling and space heating energy requirements must be utilized for the comfort of employees. Service shall not be resold or shared with others.

CHARACTER OF SERVICE

Single or three-phase service at the voltage of the available primary distribution or transmission lines of the Company (primary), or at the secondary voltage of transformation facilities supplied from the Company's distribution or transmission facilities (secondary).

MONTHLY RATE (SECONDARY)

Charge for Billing Capacity:

BILLING MONTHS JULY - SEPTEMBER
\$4.74 per kW of billing capacity; plus

BILLING MONTHS OCTOBER - JUNE
\$2.54 per kW of billing capacity; plus

Charge for Energy:

(JULY - SEPTEMBER)

(OCTOBER - JUNE)

For the first 250 kWh per kW of billing capacity: 7.0210¢ per kWh for all kWh
For all over 250 kWh per kW of billing capacity: 5.0210¢ per kWh for all kWh.

For the first 100 kWh per kW of billing capacity: 7.0210¢ per kWh for all kWh
For all over 100 kWh per kW of billing capacity: 4.4183¢ per kWh for all kWh.

DETERMINATION OF BILLING CAPACITY

The monthly billing capacity shall be the measured maximum integrated fifteen (15) minute capacity during each billing period of approximately thirty (30) days, measured in kW. No billing capacity shall be less than 5 kW for secondary service from the distribution system, 25 kW for primary service, or 100 kW for secondary service from the transmission facilities.

RATE SCH SCHOOL SERVICE

By order of the Alabama Public Service Commission dated December 7, 1998 in Informal Docket #U-3034.

The kWh charges shown reflect adjustment pursuant to Rates RSE and CNP for application to monthly bills effective for April 2011 billings.

| | | |
|-----------------------|----------------------------------------------|--------------------------|
| PAGE 2 of 3 | EFFECTIVE DATE June, 2009 Billings | REVISION Fifth |
|-----------------------|----------------------------------------------|--------------------------|

ADJUSTMENT FOR TRANSFORMATION FACILITIES

The monthly charges shall be reduced by fifty-four cents (54¢) per kW of billing capacity whenever the Consumer furnishes all required transformation facilities supplied from distribution lines or transmission lines.

MINIMUM BILL

No monthly bill will be rendered for less than the charge for capacity plus applicable provisions of Rate T (Tax Adjustment).

PAYMENT

Bills for service rendered hereunder are payable within ten (10) days from the due date and if not paid within such period become delinquent and subject to charges as set forth in the Company's Rules and Regulations.

TERM OF CONTRACT

Service under this rate shall be for a minimum initial period of one (1) year and thereafter until terminated by a minimum of one (1) year's written notice by either party to the other.

ENERGY COST RECOVERY

The amount calculated at the above rate will be increased under the provisions of the Company's Rate ECR (Energy Cost Recovery) by applying the effective Energy Cost Recovery Factor.

RATE STABILIZATION AND EQUALIZATION

Rate RSE (Rate Stabilization and Equalization Factor) is incorporated in this rate and will be applied to adjust (increase or decrease) kWh charges calculated hereunder.

ADJUSTMENT FOR COMMERCIAL OPERATION OF CERTIFICATED NEW PLANT

Rate CNP (Adjustment for Commercial Operation of Certificated New Plant) is incorporated in this rate and will be applied to increase kWh charges calculated hereunder.

RATE SCH SCHOOL SERVICE

By order of the Alabama Public Service Commission dated December 7, 1998 in Informal Docket #U-3034.

The kWh charges shown reflect adjustment pursuant to Rates RSE and CNP for application to monthly bills effective for April 2011 billings.

| | | |
|-----------------------|----------------------------------------------|--------------------------|
| PAGE 3 of 3 | EFFECTIVE DATE June, 2009 Billings | REVISION Fifth |
|-----------------------|----------------------------------------------|--------------------------|

NATURAL DISASTER RESERVE

The amount calculated at the above rate will be increased under the provisions of the Company's Rate Rider NDR (Natural Disaster Reserve) by applying the effective NDR Charge.

GENERAL

The amount calculated at the above rate is subject to possible tax adjustments as set forth in Rate T (Tax Adjustment) and to rules and regulations approved or prescribed by the Alabama Public Service Commission, including any Special Rules and Regulations governing the application of this rate.