RATE PAE
PURCHASE OF ALTERNATE ENERGY

By order of the Alabama Public Service Commission dated March 12, 2019 in Docket # 18005.

<table>
<thead>
<tr>
<th>PAGE</th>
<th>EFFECTIVE DATE</th>
<th>REVISION</th>
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<tbody>
<tr>
<td>1</td>
<td>April 2019 Billings</td>
<td>Fortieth</td>
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</tbody>
</table>

AVAILABILITY

Available on any distribution line of the Company.

APPLICABILITY

Applicable for any Customer who has installed an electric generating facility that has a nameplate capacity of not more than 100 KW for Customer's own use and desires a permanent electrical connection with the Company's system in order to sell alternate electrical energy to the Company.

RATE FOR PURCHASE OF ALTERNATE ENERGY

Payments for alternate energy will be made in accordance with the options provided in this rate. To be eligible to enroll in Rate PAE, a Customer must receive electric service under a rate that is presently on file with the Alabama Public Service Commission and that is available to new accounts. The Customer also must satisfy the applicable requirements of Rate Rider RGB (Supplementary, Back-Up, or Maintenance Power). The Monthly Base Charge shall be paid by the Customer to the Company to cover the cost of meter configuration, meter reading, data processing and miscellaneous expenses necessary for the proper accounting of electrical energy sold to the Company by the Customer. The payment for energy is the per kWh payment by the Company to the Customer for energy purchased by the Company from the Customer.

Eligibility for either the Time of Day Rate Option or Time Advantage Rate Option shall be determined based on the rate under which the Customer currently receives electric service. If the Customer changes to a different rate for electric service, the Company will re-examine the Customer’s eligibility to select a different option under this rate.
TIME OF DAY RATE OPTION

Monthly Base Charge:

<table>
<thead>
<tr>
<th>Service Type</th>
<th>Charge</th>
</tr>
</thead>
<tbody>
<tr>
<td>Single Phase Service, All Customers</td>
<td>$0.75</td>
</tr>
<tr>
<td>Three Phase Service, All Customers</td>
<td>$1.35</td>
</tr>
</tbody>
</table>

Payment for Energy:

**BILLING MONTHS JUNE - SEPTEMBER**
3.75¢ per kWh during the On-Peak Period (Weekdays 10:00 a.m. – 9:00 p.m. CST)
2.77¢ per kWh during the Off-Peak Period (All Other Hours)

**BILLING MONTHS OCTOBER – MAY**
2.92¢ per kWh during the On-Peak Period (Weekdays 7:00 a.m. – 9:00 p.m. CST)
2.56¢ per kWh during the Off-Peak Period (All Other Hours)

TIME ADVANTAGE RATE OPTION

Monthly Base Charge:

<table>
<thead>
<tr>
<th>Service Type</th>
<th>Charge</th>
</tr>
</thead>
<tbody>
<tr>
<td>Single Phase Service, All Customers</td>
<td>$0.75 per customer</td>
</tr>
<tr>
<td>Three Phase Service, All Customers</td>
<td>$1.35 per customer</td>
</tr>
</tbody>
</table>

Payment for Energy:

**BILLING MONTHS JUNE through SEPTEMBER**
3.86¢ per kWh during the Summer Peak Period (Weekdays 1:00 p.m. – 7:00 p.m. CST)
2.92¢ per kWh during the Summer Economy Period (All Other Hours)

**BILLING MONTHS NOVEMBER through MARCH**
2.82¢ per kWh during the Winter Peak Period (Weekdays 5:00 a.m. – 9:00 a.m. CST)
2.68¢ per kWh during the Winter Economy Period (All Other Hours)

**BILLING MONTHS OCTOBER, APRIL, and MAY**
2.73¢ per kWh for all hours
PAYMENT

Statements covering charges and credits for energy received from the Customer and charges for Supplementary, Back-up, and Maintenance Power shall be rendered monthly. If the Customer's credits for energy delivered exceed the Company's charges, the Customer's account will be credited and such credits may be carried forward. Upon the request of the Customer or upon termination of service under this Rate, the Company will provide the Customer with a check for any amount due at that time. Charges to the Customer exceeding credits for energy received from the Customer 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 rules and regulations under which the Company must operate.

For billings under the rate options, all hours on the following holidays are considered Off-Peak Period: New Year’s Day, Independence Day, Labor Day, Thanksgiving Day, and Christmas Day. When any of the foregoing holidays fall on Sunday, the following Monday shall be treated as the holiday.

Customer shall be responsible for all costs associated with any corresponding facilities, improvements and upgrades needed for interconnection of the electric generating equipment or for delivery of energy to the Company’s load. In addition to these costs, Customer is responsible for payment of all fees associated with studies required for interconnection, in accordance with the following schedule:

<table>
<thead>
<tr>
<th>Generator Size</th>
<th>Fee</th>
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<tbody>
<tr>
<td>1 kW to 25 kW</td>
<td>No Fee</td>
</tr>
<tr>
<td>Greater than 25 kW to 100 kW</td>
<td>$500.00</td>
</tr>
</tbody>
</table>

For more information regarding the process for interconnecting a generator in accordance with Rate PAE, including a contact for obtaining the interconnection application and agreement, visit [www.alabamapower.com/business/rates-and-pricing/about-our-pricing.html](http://www.alabamapower.com/business/rates-and-pricing/about-our-pricing.html).
TERM OF CONTRACT

Service under this rate shall be for a period of not more than one (1) year, renewing automatically for successive terms until terminated by Customer by providing thirty (30) days' written notice to Company.

Company may terminate service under this rate in the event of a breach by Customer of the provisions of this rate, the Special Rules and Regulations governing the application of this rate, the provisions of Rate Rider RGB and the Special Rules and Regulations governing its application; provided that Company has given Customer notice of such breach and Customer has failed to remedy same within thirty (30) days of such notice. Company also may terminate service under this rate in the event Company no longer is obligated to purchase alternate energy from Customer in accordance with the Public Utility Regulatory Policies Act of 1978, as amended and Title 18, Part 292 of the Code of Federal Regulations, as implemented by the Alabama Public Service Commission. Termination in such instance shall be effective upon fifteen (15) days' written notice to the Customer.

GENERAL

Service under this rate is subject to rules and regulations approved or prescribed by the Alabama Public Service Commission, particularly those Special Rules and Regulations governing the application of this rate.