

NANTUCKET ELECTRIC COMPANY

RESIDENTIAL - TIME-OF-USE (OPTIONAL) R-4
RETAIL DELIVERY SERVICE

AVAILABILITY

Electric delivery service under this rate is available for all domestic purposes in an individual private dwelling or an individual apartment and for church and farm purposes. For customers requiring special and complex metering for service, the availability of this rate will be subject to the Company's ability to render such service.

The Company may due to limitations of space, considerations of safety or an existing condition of the premises affecting the delivery of electric service, permit more than one dwelling unit to be served through one meter under this rate, but if so, the Customer Charge shall be multiplied by the number of dwelling units so served. A church and adjacent buildings owned and operated by the church may be served under this rate, but any such buildings separated by public ways must be billed separately.

Any residential customer whose average usage exceeds 2,500 kWh/month for a 12 month period may elect delivery service under this rate effective with installation of appropriate metering.

The actual delivery of service and rendering of bills under this rate is contingent upon the installation of the necessary time-of-use metering equipment by the Company; subject to both the availability of such meters from the Company's supplier and the conversion or installation procedures established by the Company. Until service can be provided under this rate, the customer shall take delivery service under Rate R-1.

Customers receiving delivery service under this rate shall be charged the applicable charges contained in the Summary of Electric Service Rates Tariff as in effect from time to time.

MONTHLY CHARGE

The Monthly Charge will be the sum of the applicable Customer, Additional Metering and kWh Charges.

Metering Charges

New customers requiring special or complex metering for service shall pay a Metering Charge determined on an individual customer basis.

PEAK AND OFF-PEAK PERIODS

Peak hours will be from 8:00 a.m. to 9:00 p.m. daily on Monday through Friday, excluding holidays.

Off-Peak hours will be from 9:00 p.m. to 8:00 a.m. daily Monday through Friday, and all day on Saturdays, Sundays, and holidays.

The Company reserves the right to change these peak and off-peak hours, but in no case will the off-peak hours be less than eleven hours per day.

The holidays will be: New Year's Day, Washington's Birthday, Memorial Day, Independence Day, Columbus Day, Labor Day, Veteran's Day, Thanksgiving Day and Christmas Day. All holidays will be the nationally observed day.

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ADJUSTMENT FOR CABLE FACILITIES SURCHARGE

The amount determined under the preceding provisions shall be adjusted in accordance with the Company's Cable Facilities Surcharge Provision to reflect costs related to the Company's cable facilities.

For purposes of applying the Cable Facilities Surcharge, the summer months are defined as the months of June through September. Winter months are the months of October through May.

RATE ADJUSTMENT PROVISIONS

The charges for delivery service under this rate shall be subject to adjustments pursuant to the following provisions:

- Attorney General Consultant Expenses Provision
- Basic Service Adjustment Provision
- Energy Efficiency Provision
- Pension/Post-retirement Benefits Other than Pension Mechanism Provision
- Net Metering Provision
- Renewable Provision
- Renewable Energy Recovery Provision
- Capital Investment Recovery Provision
- Residential Assistance Adjustment Provision
- Revenue Decoupling Mechanism Provision
- Smart Grid Adjustment Provision
- Solar Cost Adjustment Provision
- Storm Fund Replenishment Provision
- Transition Cost Adjustment Provision

TRANSMISSION SERVICE COST ADJUSTMENT

Transmission service is available to all retail customers taking service under this rate. For those customers, the transmission charge under this rate shall be calculated in accordance with the Company's Transmission Service Cost Adjustment Provision.

BASIC SERVICE

Any Customer who does not have a supplier other than the Company will receive and pay the Company for Basic Service in accordance with the terms and price for Basic Service established by the Department of Public Utilities.

FARM DISCOUNT

Customers who meet the eligibility requirements for being engaged in the business of agriculture or farming as defined in M.G.L. Chapter 128 Section 1a at their service location are eligible for an additional discount from their distribution service rates. The discount will be calculated as 10% of the Customer's total bill for service provided by the Company before application of this discount. Customers who meet the requirements of this section must provide the Company with appropriate documentation of their eligibility under this provision.

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TERMS AND CONDITIONS

The Company's Terms and Conditions in effect from time to time, where not inconsistent with any specific provisions hereof, are a part of this rate.