

**RAPPAHANNOCK ELECTRIC COOPERATIVE
Fredericksburg, VA**

**SALES AND USE TAX SURCHARGE - NT
SCHEDULE ST**

APPLICABLE TO SCHEDULES R, C, G, PH, PP, OLN, AL, MSL, and AGS

Effective June 1, 2010, a Sales and Use Tax Surcharge of \$0.000083 per kilowatt-hour shall be applied to all customer bills rendered under rate schedules set out above.

The current surcharge shall remain in effect through December 31, 2010. Prior to the beginning of each subsequent year, the Cooperative will update the amount of the surcharge to reflect the estimated sales and use tax it expects to incur for that year, plus any true-up amounts from the prior period.