SCHEDULE 1 – AVERAGE RETAIL UTILITY ENERGY RATE

Net Energy Billing: Available to any QF of less than 40 kW capacity that does not select either Roll Over Credits, Simultaneous Purchase and Sale Billing or Time of Day rates.

Fairmont Public Utilities shall bill QF for any excess of energy supplied by the QF during each billing period according to Fairmont Public Utilities' applicable rate schedule. Fairmont Public Utilities shall pay the customer for the energy generated by the QF that exceeds that supplied by Fairmont Public Utilities during a billing period at the "average retail utility energy rate." "Average retail utility energy rate" means, for any class of utility customer, the quotient of the total annual class revenue from sales of electricity minus the annual revenue resulting from fixed charges, divided by the annual class kilowatthour sales. Data from the most recent 12-month period available shall be used in the computation. The "average retail utility energy rates" are as follows:

Customer Class	Average Retail Utility Energy Rate
Residential Light	.096557
Residential Heat	.091302
Commercial Service	.095514
General Service	.087520
Industrial Service	.085879
All Electric Heat	.081904
Rural Service	.096403
Seasonal Heat	.070243