

PALMETTO CLEAN ENERGY PROGRAM
RIDER PaCE-1

AVAILABILITY

This Rider is available on a voluntary basis in conjunction with any of Company's Schedules for Customers who contract with Company for a block or blocks of electricity produced from Renewable Resources. The maximum number of customers participating under this Rider shall be determined by the maximum number of blocks of electricity available through the Palmetto Clean Energy ("PaCE") Program.

This Rider is not available for temporary or resale service.

The provisions of the Schedule with which this Rider is used are modified only as shown herein.

MONTHLY RATE

In addition to all other charges stated in the Monthly Rate of the Schedule with which this Rider is used, the following charge shall also apply to each block Customer purchases:

\$4.00 per block

This Rider's Monthly Rate shall be applied to Customer's billing regardless of Customer's actual monthly kilowatt-hour consumption.

DEFINITIONS

1. Block of Electricity: A block of electricity is equal to 100 kWh.
2. Renewable Energy Resources: For the purposes of this Program, Renewable Energy Resources shall be those sources of energy, as approved by PaCE and listed on the PaCE website (www.palmettocleanenergy.org), used to generate electricity for delivery to the electric grid.

SPECIAL CONDITIONS

The actual amount of electricity provided by Renewable Resources under this Rider to the electric grid during any specific month may vary from the number of blocks customers have purchased. However, over time, the relationship between the deliveries of blocks to the purchases of blocks will achieve unity.

The electricity purchased from the Renewable Resources may not be specifically delivered to Customer, but will displace electricity that would have otherwise been produced from traditional generating facilities for delivery to customers. This electricity shall be provided to the electricity grid.

DISTRIBUTION OF RIDER FUNDS

Charges under this Rider, less any applicable sales and franchise taxes or payments in lieu thereof, will be used to offset the higher cost of producing, purchasing, and/or acquiring the Renewable Resources.

CONTRACT PERIOD

The Contract Period under this Rider shall be for one (1) year. After the initial period, Customer or Company may terminate service under this Rider by giving the other party at least thirty (30) days notice.

GENERAL

Service rendered under this Rider is subject to the provisions of the Service Regulations of Company on file with the state regulatory commission.

PaCE is a tax-exempt corporation seeking to promote development of renewable energy resources within the State of South Carolina. All funds collected pursuant to this Rider are used solely to encourage and secure renewable energy resources.

Circumstances and/or actions which may cause the Company to terminate the availability of this Rider include but are not limited to: the retail supply of electric generation is deregulated; Company's participation in the PaCE Program is terminated; or other regulatory and/or legislative action supersedes or contravenes the Rider or the PaCE Program.

Effective for all bills rendered on or after February 1, 2008
SCPSC Docket No. 2007-436-E, Order No. 2008-2