

STANDARD CONTRACT RIDER NO. 25
OFF-SYSTEM SALES MARGIN ADJUSTMENT
(Applicable to Rates RS, UW, CW, SS, MD, SH, OES, SL, PL, PH, HL, EVX, CSC, MU-1, and APL)

In addition to the rates and charges set forth in the above mentioned Rates, an Off-System Sales (“OSS”) Margin Adjustment rider applicable for approximately twelve (12) months or until superseded by a subsequent factor shall be made in accordance with the following provisions:

- A. The Off-System Sales Margin Adjustment shall be calculated by multiplying the KWH billed by an Adjustment Factor per KWH established according to the following formula:

$$\text{OSS} = \frac{\text{Customer Share}}{S} \quad (\text{For each rate class})$$

where:

1. “OSS” is the annual adjustment factor beginning with the month of June 20 and consisting of the following:
2. “Customer Share” of estimated off-system sales margins for the year shall be determined according to the table below:

Off-System Sales Margin	Jurisdictional Customer Share	Customer Share Results In
Less than \$0	100% of (\$0-\$Base)	Charge
Up to \$Base	100% of (OSS Margin – \$Base)	Charge
Over \$Base	100% of (OSS Margin – \$Base)	Credit

3. Base represents the 24,906,000 of off-system sales margins included in the determination of basic charges for service in Cause No.46258.
4. “S” is the estimated kilowatt-hour sales for the same estimated period set forth in “OSS”, consisting of the net sum in kilowatt-hours of:
 - (a) Net Generation,
 - (b) Purchases and
 - (c) Interchange-in, less
 - (d) Inter-system Sales,
 - (e) Energy Losses and Company Use.

- B. The OSS Margin Adjustment Factor as computed above shall be further modified to allow the recovery of revenue-based tax charges occasioned by the off-system sales margin adjustment revenues.
- C. The OSS Margin Adjustment Factor may be further modified to reflect the difference between incremental off-system sales margin revenue credited and the incremental off-system sales margin revenue actually experienced during the twelve-month period ended May 31, 2025.

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- D. The OSS Margin Adjustment Factor as calculated above will be applied to all billed KWH for those tariff rates listed above.
- E. The OSS Margin Adjustment Factor to be effective for all bills beginning with the date below will be:
- \$0.004864 per KWH for Rates RS, CW, and EVX (with associated Rate RS service)
 - \$0.004905 per KWH for Rates SS, MD, SH, OES, UW, CW, and EVX (with associated Rate SS service)
 - \$0.003599 per KWH for Rates HL, PL
 - \$0.004533 per KWH for Rates SL and PH, and EVX (with associated Rate SL service)
 - \$0.003194 per KWH for Rates MU-1 and APL