CARROLL ELECTRIC MEMBERSHIP CORPORATION

SCHEDULE Q-1 CO-GENERATION RATE RIDER

AVAILABILITY

Available to members of the Corporation who qualify under Section 201 of the Public Utility Regulatory Policies Act of 1978 (PURPA) as a co-generator or small power producer (hereafter referred to as a QF member).

APPLICABILITY

Applicable to all consumers who qualify under Section 201 of PURPA, as described above.

MONTHLY RATE

The charges contained in the Corporation's approved rate under which the QF member is served shall be adjusted by the amount equal to the change in the Corporation's wholesale power cost resulting solely from the Corporation providing service to the member as a qualifying facility. In addition, the QF member will be charged for any other actual or reasonably estimated costs incurred by the Corporation as a result of providing service hereunder.