

DEFERRED FUEL COST CHARGE

I. APPLICABILITY

The charge for service under Virginia Electric and Power Company's Filed Rate Schedules (such as, but not limited to 1, 1G, 1P, 1S, 1T, 1W, DP-R, 1EV, EV, 5, 5C, 5P, 6, GS-1, DP-1, GS-2, DP-2, GS-2T, GS-3, GS-3 EV, GS-4, 6TS, 7, 8, 10, 24, 25, 27, 28, 29, MBR, and SCR) as well as applicable energy charges specified in any special rates, contracts or incentives approved by the State Corporation Commission pursuant to Virginia Code § 56-235.2, shall be increased by a non-bypassable charge as set forth below, paid by all existing and future retail customers, irrespective of the generation supplier of such customer, unless such customer is not subject to the Deferred Fuel Cost Charge pursuant to HB 1770 of the 2023 Virginia Acts of Assembly (and thus is subject to the Pro-Rata Share of Fuel Deferral Charges Tariff).

II. DEFERRED FUEL COST CHARGE

The Deferred Fuel Cost Charge is applicable under the Company's Filed Rate Schedules and was approved in a Financing Order issued to the Company by the Virginia State Corporation Commission ("Commission") and will be subject to adjustment at least semi-annually to ensure timely payment of principle, interest, and financing costs of deferred fuel cost bonds from the effective date of the Deferred Fuel Cost Charge until the deferred fuel cost bonds have been paid in full or legally discharged and the financing costs have been fully recovered. As approved by the Commission, a special purpose entity ("SPE"), wholly owned by the Company, has been created and is the owner of the deferred fuel cost bonds which includes all rights to impose, bill, charge, collect, and receive relevant Deferred Fuel Cost Charge and obtain periodic adjustment to such charges. The Company, as servicer, shall act as SPE's collection agent for the relevant Deferred Fuel Cost Charge.

III. MONTHLY RATE

All kWh: 0.2901 cents/kWh