

COMMONWEALTH OF VIRGINIA

William F. Stephens
Director
(804) 371-9611
FAX (804) 371-9350

PO Box 1197
Richmond, Virginia 23218-1197

STATE CORPORATION COMMISSION Public Utility Regulation

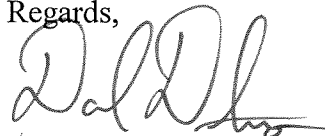
February 21, 2018

Mr. David H. Lipscomb
Vice President, Member and Energy Services
Mecklenburg Electric Cooperative
11633 Highway 92, P.O. Box 2451
Chase City, VA 23924

Dear Mr. Lipscomb,

This letter acknowledges receipt of Mecklenburg Electric Cooperative's tariff sheets pursuant to the final order in PUR-2017-00108 which are intended to become effective April 1, 2018. The tariff sheets have been reviewed and are accepted for filing. Enclosed are stamped copies of the tariff sheets for your records. If you have any questions, please contact me directly at (804) 371-9634.

Regards,



David Dalton
Utilities Analyst

Enclosures



January 26, 2018

By Electronic Filing

Mr. Joel H. Peck, Clerk
 Virginia State Corporation Commission
 Document Control Center
 1300 East Main Street 1st Floor
 Richmond, Virginia 23219

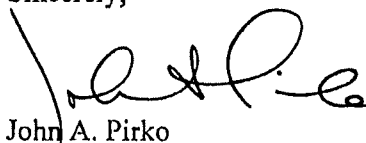
*Re: Application of Mecklenburg Electric Cooperative For approval of
 Prepaid Electric Service tariff
 Case No. PUR-2017-00108
 Schedule PE-1 and Appendix C – General Rules and Regulations*

Dear Mr. Peck:

Pursuant to Ordering Paragraph (2) of the Commission's December 14, 2017, *Order on Application* in the above-referenced proceeding, attached for filing you will find a copy of Mecklenburg Electric Cooperative's final Prepaid Electric Service Rate Schedule PE and Appendix C – Prepaid Electric Service – General Rules and Regulations. The Cooperative is targeting April 1, 2018, as the date the new tariff will be made available to customers.

Thank you for your attention to this matter. If everything is in order, please have a copy of the rate schedule and appendix date stamped and returned to me. Please contact me if you have any questions or if you need anything further.

Sincerely,



John A. Pirko

JAP/ab

Enclosures

cc: Fred Ochsenhirt, Esquire
 William H. Harrison IV, Esquire
 C. Meade Browder, Esquire
 Sally Hutcherson

E-mail: john.pirko@leclairryan.com
 Direct Phone: 804.968.2982
 Direct Fax: 804.783.7680

4201 Dominion Boulevard, Suite 200
 Glen Allen, Virginia 23060
 Phone: 804.270.0070 \ Fax: 804.270.4715

PREPAID ELECTRIC SERVICE

RATE SCHEDULE PE

FEB 21 2018

MECKLENBURG ELECTRIC COOPERATIVE

APPENDIX C – PREPAID ELECTRIC
REGULATIONS

SERVICE - GENERAL RULES AND
REGULATIONS

I. PURPOSE

This Appendix C states the Cooperative's General Rules and Regulations for providing Prepaid Electric Service. If a provision in the Cooperative's overall Terms and Conditions for Providing Electric Distribution Service conflicts with a provision in Appendix C, the provision in Appendix C will control with regard to those Consumers who have voluntarily elected to participate in the Prepaid Electric Service program.

II. APPLICABILITY

Upon a Consumer's request, the Cooperative will initiate Prepaid Electric Service at the Consumer's location, providing a system that is configured to terminate electric service immediately and automatically when the Consumer has incurred charges for electric service equal to the Consumer's Prepayments for such service. Prepaid Electric Service is not available at locations where the Consumer is receiving, or begins receiving, service subject to a Serious Medical Condition Certification, the Cooperative's Schedule NEM – Net Energy Metering Rider, Budget Billing Payment Plan or Automated Payment Plan. This Appendix C applies to Consumers who elect Prepaid Electric Service, supplementing the Terms and Conditions described in the previous sections.

The parts of the Cooperative's Terms and Conditions that are specified in paragraph IV, below, shall not be applicable for electric service provided on a prepaid basis under Schedule PE. Also, Schedule PE shall be augmented by the Terms and Conditions specific to Schedule PE provided in Paragraph V, below.

III. DEFINITIONS

Account Calculation – The process of determining the Consumer's Prepayment balance by taking the total of payments received and subtracting the computed value of the total metered electric service consumed, along with any other applicable charges. There will be at least one Account Calculation per day, or there may be several per day, occurring after each Meter Reading and/or payment on the account.

Automatic Resumption – When, after an Automatic Suspension, electric service is made available to a Consumer using Schedule PE as a result of the Consumer making Prepayments sufficient to re-establish a minimum Prepayment balance.

Automatic Suspension – When electric service is made unavailable to a Consumer using Schedule PE as a result of the Consumer incurring charges for electric service equal to or greater than the Consumer's Prepayments for such service.

Daily Consumer Delivery Charge – The equivalent of the Minimum Monthly Charge under standard rate schedules based on the comparable class Minimum Monthly Charge divided by 30.4.

Daily Outdoor Lighting Charge – The Monthly Rate in the applicable Schedule SL Outdoor Lighting Tariff, adjusted to reflect other applicable charges divided by 30.4.

Low Balance Notice – Notice provided to the Consumer by the Cooperative when the Consumer's Prepayment balance drops below a reasonable approximation of five days of normal usage at the location receiving Prepaid Electric Service. If the Cooperative does not have sufficient historic usage information for a Consumer or premise, the Minimum

FEB 21 2018

MECKLENBURG ELECTRIC COOPERATIVE
Chase City, Virginia

PREPAID ELECTRIC SERVICE
SCHEDULE PE

AVAILABILITY

Available to Cooperative Consumers, on a voluntary and limited basis, subject to the Terms and Conditions of the Cooperative on file with the Virginia State Corporation Commission, and subject to the availability of the necessary automated metering infrastructure at the Consumer's location. This rate shall be limited to the availability of appropriate meters.

APPLICABILITY

Applicable, by request of the Consumer, to a Consumer otherwise served under the Cooperative's Schedule R-U, Farm and Home Service.

Schedule PE is not applicable to Consumers using the Cooperative's Schedule NEM – Net Energy Metering Rider, Budget Billing Payment Plan, Automated Payment Plan, or at locations where the Consumer is receiving, or begins receiving, service subject to a Serious Medical Condition Certification.

DESCRIPTION

General – Upon a Consumer's request, the Cooperative will initiate Prepaid Electric Service at the Consumer's location, providing a system that is configured to terminate electric service immediately and automatically when the Consumer has incurred charges for electric service equal to the Consumer's Prepayments for such service.

Deposits – The Cooperative shall not require a Consumer utilizing Schedule PE to pay a deposit as a guarantee of payment for services provided by the Cooperative. Deposits previously paid to the Cooperative as a guarantee of payment for services provided shall be returned to a Consumer electing to be served under Schedule PE in accordance with Article IV.B. of the Cooperative's current Terms and Conditions for Providing Electric Distribution Service. Any amount to be returned to the Consumer may be applied, at the Consumer's request, to the Service Initiation Fee or Prepayment balance.

Commencing Service – A Consumer seeking service under Schedule PE for the first time, or when returning to Schedule PE after not using prepaid service for at least twelve months, must pay a Prepaid Electric Service Initiation Fee and establish a Minimum Initial Prepayment Balance prior to receiving service. In addition, the Consumer must also pay any other fees in accordance with Appendix A, Schedule F, of the Terms and Conditions, and will be required to adhere to the provisions under Terms of Contract contained below.

FEB 21 2018

Billing, Meter Reading, and Payment for Service – A Meter Reading will occur at least once each day. An Account Calculation will be made after each Meter Reading and after each payment is applied to the account. The kWh consumed, as determined by the meter reading, will be multiplied by the kWh rates provided herein, including any other applicable charges, to determine the cost of the electric service used by the Consumer. Charges occurring monthly, such as taxes, will be prorated by dividing those charges by 30.4. The cost of electric service used by the Consumer will be deducted from the Consumer's Prepayments during the daily Account Calculation. No bills for electric service will be mailed to Consumers utilizing Schedule PE. Billing details, usage data and account balance will be made available through the Cooperative's Internet-based account management system.

Notification of Low Balance – At the time of enrollment, the Cooperative and the Consumer shall agree to the Prepayment balance amount at which a low balance notification will be issued to the Consumer. Such amount shall be a reasonable approximation of five days of normal usage at the premise receiving Prepaid Electric Service. If the Cooperative does not have sufficient historical usage information for a Consumer or premise (or location), the Minimum Notification Level shall be set at \$25 until the Cooperative obtains sufficient usage information to establish a reasonable approximation for five days of normal usage.

The Cooperative will provide direct notice to the Consumer as selected by the Consumer when the Consumer's Prepayment balance represents approximately five days of estimated normal usage at the premise, using the media selected by the Consumer - phone call, text message, or email. Upon request of the Consumer, the Cooperative also will simultaneously notify a third-party designated by the Consumer. Customers electing to be served under Schedule PE have the responsibility to maintain continuous access to one or more of the following: landline telephone service with voice messaging capability; active electronic mail service; active cellular phone service with voice messaging capability and/or texting capability; or internet service to access the Cooperative's Internet-based account management system. The Cooperative will continue to make daily notifications to the Consumer until the Prepayment balance exceeds the predetermined notification level or reaches zero. Once the balance reaches zero or below, the Cooperative will issue a notice that service will be suspended if no payment is received by 8:00 am of the next calendar day.

The Cooperative will provide notifications as selected by the Consumer via messaging through the Cooperative's Internet-based account management system whenever the prepaid account balance drops below a prescribed level set by the Cooperative.

THE CONSUMER IS RESPONSIBLE FOR MONITORING THE ACCOUNT BALANCE TO ENSURE THAT THE REMAINING PREPAYMENT AMOUNT IS ADEQUATE TO AVOID AUTOMATIC SUSPENSION OF SERVICE.

Suspension and Resumption of Electric Distribution Service –

WHEN THE AMOUNT OF ELECTRIC SERVICE USED EQUALS OR EXCEEDS THE CONSUMER'S PREPAYMENTS, THE COOPERATIVE WILL ISSUE A NOTICE THAT SERVICE WILL BE SUSPENDED IF NO PAYMENT IS RECEIVED BY 8:00 AM OF THE NEXT CALENDAR DAY. IF PAYMENT SUFFICIENT TO RE-ESTABLISH A POSITIVE PREPAYMENT BALANCE IS NOT RECEIVED BY 8:00 AM OF THE NEXT CALENDAR

FEB 21 2018

DAY, ELECTRIC SERVICE WILL BE AUTOMATICALLY SUSPENDED – WITHOUT ADDITIONAL NOTIFICATION.

Electric service will resume when the Cooperative receives payments re-establishing a positive minimum balance of Prepayments. Suspension of electric service may occur seven days a week, and will only take place between the hours of 7 a.m. and 3 p.m. Electric service will resume within three hours of the Cooperative receiving payments re-establishing a positive minimum Prepayment balance. No Fees or Charges shall be applied as the result of Automatic Suspension or Automatic Resumption of electric service.

CHARACTER OF SERVICE

Standard service under this schedule shall be 60-Hertz alternating current, single-phase, at Cooperative's standard secondary voltages.

RATES

Prepaid Electric Service Initiation Fee \$ 15.00
(See Commencing Service for applicability)

Minimum Initial Prepayment Balance \$ 25.00
(See Commencing Service for applicability)

Recurring Charges

I. Distribution Service:

Daily Consumer Delivery Charges:
Single-Phase: \$ 0.78948 per day

Energy Delivery Charges:
First 650 kWh delivered @ \$0.03365 per kWh
Next 4,350 kWh delivered @ \$0.02524 per kWh
Over 5,000 kWh delivered @ \$0.01730 per kWh

II. Electricity Supply Service:

All kWh sold @ \$0.05116 per kWh

III. State and Local Taxes

Applicable taxes will be charged as required by State and Local codes. Any applicable minimum tax will be prorated and applied daily at an amount equal to such minimum tax divided by 30.4. Any tax calculated on a consumption basis will be applied to consumption occurring during the billing cycle and deducted at each Account Calculation.

IV. At the end of each billing cycle, total monthly charges shall be calculated as if the Consumer were served on Schedule R-U. Any difference in the Schedule R-U charges and the cumulative prepaid daily charges shall be reconciled and added to or deducted from the Prepayment balance at the next Account Calculation.

FEB 21 2018

V. Wholesale Power Cost Adjustment Clause

All kilowatt-hours used are subject to adjustment for changes in cost of wholesale purchased power and fuel under Schedule K, Wholesale Power Cost Adjustment Clause, of the Cooperative's Terms and Conditions.

MINIMUM CHARGES

The minimum daily charge for service shall be equal to the Daily Consumer Delivery Charge.

TERMS OF CONTRACT

Service under Schedule PE shall be for a term of not less than one (1) year, and shall continue in effect from year to year until terminated, subject to suspension as described herein.

If a Consumer discontinues service and requests a reconnection within less than one year, a payment equal to the minimum monthly charge for each month the service was disconnected must be made before service is reconnected.

PREPAID ELECTRIC SERVICE

APPENDIX C

PREPAID ELECTRIC SERVICE

**GENERAL RULES AND
REGULATIONS**

FEB 21 2018

Notification Level shall be set at \$25 until the Cooperative obtains sufficient usage information to establish a reasonable approximation for five days of normal usage.

Meter Reading – Accessing the meter at the Consumer’s location to determine the amount of electric service consumed since the previous reading.

Minimum Initial Prepayment Balance - When applicable, the Prepayment balance necessary to begin receiving service under Schedule PE. The Minimum Initial Prepayment Balance is the amount that must remain after any applicable Fees and Charges and amounts agreed to in a payment arrangement are deducted from the initial Prepayment.

Prepayment – Any amount paid by the Consumer in advance of using services provided under Schedule PE, minus any amounts due from the Consumer that were previously agreed to as a condition of receiving service.

Service Initiation Fee – The fixed fee collected only at the initial commencement of service under Schedule PE to cover the administrative costs of establishing service and educating the Consumer as to the benefits and duties associated with such service. The Service Initiation Fee, and the Minimum Initial Prepayment Balance, shall apply only the first time a Consumer requests service under Schedule PE, and when returning to Schedule PE after not using prepaid service for at least twelve months.

IV. CURRENT TERMS AND CONDITIONS NOT APPLICABLE TO SCHEDULE PE

- A. Article IV,B. (Deposits)
- B. Article VII, A. (Billing Procedures), D. (Terms of Payment/Collection)
- C. Article VIII, B.2 (With 10-Days Written Notice)
- D. Article IX, B.1 and B.2 (Settlement of Charges and Fees)
- E. Appendix A – Schedule F – Fees (Service Charge as it applies to Article IX, B.; Reconnection Charge After Hours as it applies to Article IX, B.; Collection Fee as it applies to Article VII, D.; Late Payment Charge as it applies to Article VII, D.)

V. ADDED TERMS AND CONDITIONS APPLICABLE TO SCHEDULE PE

- A. Deposits
 1. The Cooperative shall not require a Consumer utilizing Schedule PE to pay a deposit as a guarantee of payment for services provided by the Cooperative.
 2. Deposits previously paid to the Cooperative as a guarantee of payment for services provided shall be returned to a Consumer electing to be served under Schedule PE in accordance with Article IV.B. of the Cooperative’s current Terms and Conditions. Any amount to be returned to the Consumer may be applied, at the Consumer’s request, to the Service Initiation Fee or Prepayment balance.
 3. The payment history of a Consumer served under Schedule PE, with the exception of a payment not honored by the institution on which it is drawn, will not affect the Consumer’s credit status with the Cooperative and shall have no bearing on the establishment of acceptable credit as referenced in Article IV of the Cooperative’s Terms and Conditions.

FEB 21 2018

B. Commencing Service

1. A Consumer seeking service under Schedule PE for the first time, or when returning to Schedule PE after not using prepaid service for at least twelve months, must pay a Prepaid Electric Service Initiation Fee and establish a Minimum Initial Prepayment Balance prior to receiving service.
2. If the Consumer requesting to be served under Schedule PE is currently in good standing and receiving service under another rate schedule, a bill will be issued for the Consumer's current charges. If payment for the current charges is not received by the Due Date, the Consumer will be notified that payment is due immediately. As an alternative, the Consumer may elect to have current electric charges transferred to a payment plan as described in Section B.4. below.
3. If commencement of service under Schedule PE does not coordinate with the start of the billing cycle, any monthly charges shall be prorated according to the number of days remaining in the billing cycle in which service under Schedule PE is initiated.
4. If there are outstanding amounts due to the Cooperative after the final bill is rendered on an existing account, the Consumer may request a payment plan agreement wherein a mutually agreed portion of all payments from the Consumer shall be applied to any outstanding balance due. The Cooperative may require that a portion of the total balance owed be paid prior to initiating service under Schedule PE. No Late Charges shall be applied to such outstanding balances while the Consumer remains on Schedule PE. The Cooperative may enter into such a payment plan agreement at its sole discretion.

C. Billing, Meter Reading, and Payment for Service

1. No bills will be mailed to Consumers for electric service received under Schedule PE. Billing details, usage data, and account balance will be made available through the Cooperative's Internet-based account management system.

THE CONSUMER IS RESPONSIBLE FOR MONITORING THE ACCOUNT BALANCE TO ENSURE THAT THE REMAINING PREPAYMENT AMOUNT IS ADEQUATE TO AVOID AUTOMATIC SUSPENSION OF SERVICE.

The Consumer may check his Prepayment Account Balance in person, by way of an automated phone system, through Internet-based account management access, or by calling the office and speaking to a District Services Representative.

2. Prepayments for electric service may be made by any method available to Cooperative members, with the exception of automatic bank and credit card withdrawal initiated by the Cooperative.
3. A Meter Reading will occur at least once each day.
4. An Account Calculation will be made after each Meter Reading and after each payment is applied to the Consumers' Prepayment account balance. The kWhs consumed, as determined by the Meter Reading, will be multiplied by the kWh rates provided in Schedule PE along with other applicable charges, to determine the cost of electric service used by the Consumer.

FEB 21 2018

5. Charges otherwise occurring monthly, such as a minimum tax, will be prorated by dividing by 30.4 and shall be applied on a daily basis.
6. Recurring charges, as listed in Schedule PE, will continue to be applied to the first Account Calculation of each day as long as the account is active, regardless of whether electric service is consumed or service has been subject to Automatic Suspension. Recurring charges are deducted from the prepaid balance on a daily basis. To avoid recurring charges, the Consumer must contact the Cooperative and request that service be disconnected and that a final bill be issued on the account.
7. At the end of each billing cycle, total monthly charges shall be calculated as if the Consumer were served on the standard residential schedule. Any difference in the standard residential schedule (Schedule R-U) charges and the cumulative prepaid daily charges shall be reconciled and added to or deducted from the Prepayment balance at the next Account Calculation.
8. Payments will be applied first to any debit balance resulting from usage prior to an Automatic Suspension of electric service and then to establishing a Prepayment balance. No Late Charges shall apply to any such debit balance.
9. Whenever a Consumer payment is returned for insufficient funds, inaccurate bank information, a stop payment action, or is otherwise lawfully dishonored by the institution from which the payment is drawn, the Prepayment balance will be reduced by an amount equal to the dishonored payment plus a fee charged in accordance with Schedule F, Return Payment Service Charge, and a new Account Calculation will be performed. If the resulting Prepayment balance reaches zero or a negative amount, the account will be subject to Automatic Suspension without further notice.
10. If a Consumer served under this rate schedule elects to purchase outdoor lighting service, the monthly rate and usage as listed in Schedule SL, for the type of fixture selected by the Consumer, shall be converted to a daily charge by dividing by 30.4. This charge, and any other applicable charges shall be applied to the first Account Calculation of each day. At the end of each billing cycle, total monthly charges shall be calculated as if the Consumer was served on the standard lighting schedule. Any difference shall be reconciled and added to or deducted from the Prepayment balance at the next Account Calculation.
11. If a Consumer served under this rate schedule elects to purchase unregulated products or services through the Cooperative, a separate account shall be established in the Consumer's name and the charges and payments for such services shall be kept separate and distinct from the Prepayment balance.

D. Suspension and Resumption of Electric Distribution Service

1. The Cooperative will provide multiple Low Balance Notices whenever the Consumer's Prepayment account balance equals or is less than the predetermined notification level, using the media selected by the Consumer - phone call, text message, or email. Upon request of the Consumer, the Cooperative also will simultaneously notify a third-party designated by the Consumer. Customers electing

FEB 21 2018

to be served under Schedule PE have the responsibility to maintain continuous access to one or more of the following: landline telephone service with voice messaging capability; active electronic mail service; active cellular phone service with voice messaging capability and/or texting capability; or internet service to access the Cooperative's Internet-based account management system.

The Low Balance Notice will continue until the Prepayment balance reaches zero. At that time the Cooperative will issue a notice that service will be suspended if no payment is received by 8:00 am of the next calendar day. Low Balance Notices will be transmitted as selected by the Consumer via the Cooperative's Internet-based account management system. Suspension of electric service will only take place between the hours of 7 a.m. and 3 p.m., 7 days a week.

2. Electric service will resume within three hours of the Cooperative receiving payments re-establishing a positive Prepayment balance.
3. No Fees or Charges shall be applied as the result of Automatic Suspension or Automatic Resumption of electric service.
4. If no payment occurs within thirty (30) days of an Automatic Suspension, the account will be considered inactive and a final bill will be issued for any outstanding amounts due the Cooperative. A Service Charge (Terms and Conditions, Appendix A – Schedule F) will be charged prior to the resumption of service at that location.
5. A Consumer seeking voluntary disconnection prior to an Automatic Suspension must contact the Cooperative and request that service be disconnected. Any Prepayments exceeding amounts owed to the Cooperative at the time of such Consumer-requested disconnection shall be returned to the Consumer. The Consumer shall have the option of receiving such funds either as a credit to another active account in the Consumer's name or as a direct payment to the Consumer.
6. When a Consumer requests disconnection of service and subsequently requests reconnection of the same service within a 12 month period, the Consumer will be required to pay a Service Charge for reconnection, plus a sum equal to the monthly consumer delivery charge specified in the applicable rate schedule, for each month the service was disconnected.
7. A Consumer using Schedule PE may transfer to another available tariff subject to the Cooperative's Terms and Conditions, including any applicable deposit requirements and Fees and Charges. Any Prepayments exceeding amounts owed to the Cooperative at the time of such transfer shall be returned to the Consumer. The Consumer shall have the option of receiving such funds either as a credit to another active account in the Consumer's name or as a direct payment to the Consumer.