Tariff for Electric Service SHARYLAND UTILITIES, L.L.C.

RIDER MSRC - MERGER SAVINGS RATE CREDIT

Applicability: Entire System

Sheet No. 1

Effective Date: July 1, 2020

Revision: Original

Application

Applicable to all Distribution Service Providers ("DSPs") receiving Wholesale Transmission Service, for the Merger Savings Rate Credit authorized by the Commission in Docket No. 48929.

Method of Calculation

The formula of the MSRC is:

MSRC = \$2,000,000 / 2019 4CP MW

Rate Schedule MSRC Credit Factor

Wholesale Transmission Service, \$28.176605 per MW, billed at DSP utility 2020 MSRC system demand

The billing units are the total ERCOT 4CP demand for the year prior to the year the credit is disbursed and the credit is a one-time credit. The 2019 ERCOT 4CP demand, as approved in Docket No. 50333, is 70,980.8724 MW.

Monthly Bill Amount

The amount to be refunded is determined by multiplying the DSP's 4CP demand coincident with the ERCOT 4CP demand used in the calculation of the MSRC by the MSRC Credit Factor and is rounded to the nearest cent.

Notice

Rider MSRC is subject to Sharyland's Tariff for Wholesale Transmission Service and Applicable Legal Authorities.