RATE SCHEDULES

LARGE INDUSTRIAL – RATES 26

Availability

Large Commercial and Industrial Service is available to all members where installed transformer capacity is 500 kva or greater in accordance with the Cooperative's Service Rules and Regulations for the following purposes:

- (1) for commercial, industrial, schools; and
- (2) not for irrigation type service or seasonal agricultural processing type services;

Character of Service

Three Phase Service at the Cooperative's standard voltages where available.

Delivery Point

Unless otherwise specified in the service contract, the delivery point shall be the metering point when service is furnished at secondary voltage, or the point of attachment of the Cooperative's primary line to the member's facilities if service is furnished at primary line voltage. All wiring, pole lines, and other equipment (except metering equipment) on the load side of the delivery point shall be owned and maintained by the member.

Primary Service

If service is furnished at the Cooperative's primary distribution voltage and metered at primary voltage, a discount of three percent (3%) will be applied to the kilowatt hour and kilowatt billings. This discount will not be applied to any billing adjustments.

If service is furnished at the Cooperative's primary distribution voltage and metered at secondary voltage, the metered kilowatt hours and kilowatts will be adjusted by adding the estimated transformer kilowatt and kilowatt hour losses to the metered kilowatt hours and kilowatts. Such adjusted kilowatt hours and kilowatts will be used for billing purposes. A discount of three percent (3%) will be applied to the adjusted kilowatt hour and kilowatt billings. This discount will not be applied to any billing adjustments.

Monthly Rate

Each billing period the member shall be obligated to pay the following charges: (1) <u>Demand Charge</u> \$7.50 per kw of billing demand but not less than \$1,000.00. This demand charge does not include any KWH's of energy; and (2) <u>Energy Charge</u> \$0.05211 per KWH This charge for the delivery of energy shall be applied to all KWH usage during each billing period.

Minimum Charge

Each billing period the member shall be obligated to pay the greater of the following charges as a minimum, whether or not any energy is actually used.

- (1) The amount stated in any agreement with the member; or
- (2) The demand charge

Determination of Billing Demand

The billing demand shall be the maximum demand established by the member for any period of thirty (30) consecutive minutes during the billing period for which the bill is rendered, as indicated or recorded by a demand meter and adjusted for power factor as provided hereinafter, but in no event less than the greater of sixty five percent (65%) of the highest demand established in the preceding eleven (11) months, or 200 kw.

Demand Adjustment for Power Factor

The member agrees to maintain unity power factor as nearly as practicable. Demand charges will be adjusted for members with 50kw or more of measured demand to correct for average power factors lower than 85 percent, and may be so adjusted for other members if and when the Cooperative deems necessary. Such adjustments will be made by increasing the measured demand one percent for each one percent by which the average power factor is less than 85 percent lagging.

Demand and Power Factor Metering

The Cooperative shall have the right to make power factor and/or demand measurements by test at any time, or install meters permanently, or agree with the member on estimated demand and/or power factor to be used for billing.

Billing Adjustments

This rate is subject to all applicable billing adjustments.

Terms of Payment

Each bill for utility service(s), regardless of the nature of the service(s), is due 16 days after issuance unless such day falls on a holiday or weekend, in which case payment is due on the next working day. If full payment is not received in the office of the Cooperative on or before the day such bill is due, the entire Member's account will be considered delinquent and subject to disconnection.

Line Extensions

The Cooperative will make line extensions in accordance with the applicable line extension policy.