MONTHLY KW:

Monthly kW is the measured kW shown by or computed from the readings of Company's meter, or by appropriate test, for the 15-minute period of Customer's greatest takings during the billing month; provided, however, that for motors 10 hp or less, the Monthly kW may, subject to confirmation by test, be determined from the nameplate hp rating and the following table:

If Motor Size is: Monthly kW is:

2 HP or less 2 kW

Over 2 through 3 HP 3 kW

Over 3 through 5 HP 5 kW

Over 5 through 7.5 HP 7 kW

Over 7.5 through 10 HP 9 kW

In no case shall the kW of Monthly kW be less than the average kW determined as:

Average kW = kWh for billing month

hours in billing month

(I)

REACTIVE POWER CHARGE:

The maximum 15-minute reactive takings for the billing month in kilovolt-amperes in excess of 40% of the Monthly kW will be billed at 57¢ per kvar of such excess reactive takings.

PRIMARY VOLTAGE METERING AND DELIVERY ADJUSTMENTS:

The above monthly charges are applicable without adjustment for voltage when delivery and metering are at Company's standard secondary voltage.

Metering: For so long as metering voltage is at Company's available primary distribution voltage of 11 kV or greater, the above charges will be reduced by 1.0%.

Delivery: For so long as delivery voltage is at Company's available primary distribution voltage of 11 kV or greater, the total of the above charges will be reduced by 30¢ per kW of load size used for the determination of the Basic Charge billed in the month. A High Voltage Charge of $60 per month will be added where such deliveries are metered at the delivery voltage.

The reductions of charges herein shall not operate to reduce the minimum charge.

When a new delivery or an increase in capacity for an existing delivery is, at request of Customer, made by means of Company-owned transformers at a voltage other than a locally standard distribution voltage, the above charges for any month will be increased by 30¢ per kW of load size used for the determination of the Basic Charge billed in the month.

Company retains the right to change its line voltage or classifications thereof at any time, and after reasonable advance notice to any Customer affected by such change, such Customer then has the option to take service at the new line voltage or to accept service through transformers to be supplied by Company subject to the voltage adjustments above.