MONTHLY BILLING: (continued)

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Note:

* kW Load Size, for the determination of the Basic Charge, shall be the average of the two greatest non-zero monthly demands established any time during the 12-month period which includes and ends with the current billing month. For seasonal Customers, the Load Size will be the greater of this number or the number derived by applying the motor nameplate horsepower to the Billing Demand Table from Rule 10(a) if this tariff.

MINIMUM CHARGE:

 The monthly minimum charge shall be the Basic Charge plus the Demand Charge. A higher minimum may be required under contract to cover special conditions.

REACTIVE POWER CHARGE:

 The maximum 15-minute reactive demand for the month in kilovolt amperes in excess of 40% of the kilowatt demand for the same month will be billed per kvar of such excess reactive demand.

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.