

INDEPENDENCE POWER & LIGHT DEPARTMENT
Independence, Missouri

Schedule LP-2
Large Power Service

AVAILABLE

Electric service is available under this schedule in the entire area served by the Department's existing 13,200 volt primary distribution system and 69,000 volt transmission system.

APPLICABLE

To any industrial customer for all power and energy uses at any one location where service of a single character is taken through one meter at one point of delivery. This schedule is not applicable to resale or shared electric service.

CHARACTER OF SERVICE

Alternating current, 60 cycles, three phase, 13,200 volts primary distribution delivery of 69,000 volt transmission delivery.

NET MONTHLY BILL

Rate

Demand Charge

\$5.70 per KW for the first 500 KW of billing demand
\$4.83 per KW for the next 500 KW of billing demand
\$3.23 per KW for all additional KW of billing demand

Energy Charge

*Rate A (Applicable to energy used with first 1,800 KW of billing demand)

7.81¢ per KWH of energy use resulting from the first 150 hours use times KW billing demand
7.10¢ per KWH of energy use resulting from the next 200 hours use times KW billing demand
6.12¢ per KWH of energy use resulting from the next 100 hours use times KW billing demand
5.61¢ per KWH of energy use resulting from all over 450 hours use times KW billing demand

**Rate B (Applicable to energy used with all over 1,800 KW of billing demand)

7.19¢ per KWH of energy use resulting from the first 150 hours use times KW billing demand over 1,800 KW
6.38¢ per KWH of energy use resulting from the next 200 hours use times KW billing demand over 1,800 KW
5.20¢ per KWH of energy use resulting from the next 100 hours use times KW billing demand over 1,800 KW
4.79¢ per KWH of energy use resulting from all over 450 hours use times KW billing demand over 1,800 KW

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Minimum Monthly Bill

The Demand and Energy Charges, but not less than the charge of \$4.83 per KW of the highest adjusted measured demand established during the twelve months ending with current month. The minimum monthly bill will be adjusted to include any Extra Facilities Charge if applicable.

TOTAL METERED ENERGY TO BE BILLED AT ENERGY RATE "A" AND RATE "B"

Rate "A" applies to Energy used with first 1,800 KW of Billing Demand. When customer's Billing Demand is 1,800 KW or less, total Metered Energy is billed under Rate "A". When Customers Billing Demand is greater than 1,800 KW, total Energy to be billed under Rate "A" and Rate "B" is determined as follows:

*Rate "A" Total Energy KWH = 1,800 KW divided by Total Billing Demand
(times) total Metered Energy; and

**Rate "B" Total Energy KWH = Total Metered Energy minus Rate "A" Total
Energy KWH.

TRANSMISSION VOLTAGE DISCOUNT

Where the Department renders electric service at 69,000 volts and the customer furnishes and maintains all transformation equipment, controlling and protective equipment and other facilities required to transform the delivery voltage to a utilization voltage, the demand charge of the net monthly rate shall be discounted \$1.02 per KW of billing demand.

FUEL-ENERGY COST ADJUSTMENT

See Schedule FA-1.

BILLING DEMAND DETERMINATION

Primary Voltage Service

The monthly billing demand shall be the maximum 30-minute measured kilowatt (KW) demand as adjusted for power factor during the month, but the minimum billing demand during any month shall not be less than 200 KW nor less than 80 percent of the highest adjusted measured demands established during the summer billing months of July, August and September for the twelve months ending with current month. Monthly measured demands will be adjusted or corrected for power factor if customer's power factor is found by test to be less than 85 percent lagging. The measured demand corrected for power factor shall be determined by multiplying the maximum measured kilowatt demand during the month by 85 percent and dividing by the percentage power factor as determined. Fractional billing demands will be rounded to the nearest whole kilowatt demand.

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Transmission Voltage Service

The monthly billing demand shall be the maximum 30-minute measured kilowatt (KW) demand as adjusted for power factor during the month, but the minimum billing demand during any month shall not be less than 3,000 KW nor less than 80 percent of the highest adjusted measured demands established during the summer billing months of July, August and September for the twelve months ending with current month. Monthly measured demands will be adjusted or corrected for power factor if customer's power factor is found by test to be less than 85 percent lagging. The measured demand corrected for power factor shall be determined by multiplying the maximum measured kilowatt demand during the month by 85 percent and dividing by the percentage power factor as determined. Fractional billing demands will be rounded to the nearest whole kilowatt demand.

EXTRA FACILITIES TRANSFORMATION RENTAL CHARGES

Upon the customer's written request for Extra Facilities Transformation Equipment at the time of new service application, and if mutually beneficial to the Department and the customer as determined by the Department, the Department at its sole option will provide and maintain Extra Facilities Transformation Equipment to the customer at a agreed upon location on customer's property which converts the delivered 13.2 KV primary voltage service to a lower standard primary or secondary voltage. The monthly rental charge for Extra Facilities Transformation is in addition to the customer's Net Monthly Bill Rate for electric service and shall be equal to 1.3 percent of the Departments' total investment in the Extra Facilities Transformation Equipment provided herein.

PAYMENT

Monthly billing will be rendered NET, payable on or before the due date of the net monthly bill. The gross monthly bill, which is 105 percent of the net monthly bill, will be collected if monthly bill is not paid on or before due date.

PAYMENT IN LIEU OF TAXES TO CITY OF INDEPENDENCE

The net monthly bill rates of this service schedule include charges for the Department's payment in lieu of taxes (PILOT) to the City's General Fund as authorized by Section 3.17 of the City Charter. The Department's PILOT payment to the City is equal to the amount of City taxes and fees charged on privately owned utilities, including the 9.08 percent franchise fee, applicable utility property taxes and sales taxes.

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TERMS OF CONTRACT AND SERVICE

The customer shall execute the Department's standard form of contract for three years or more, designating therein the amount of power contracted for. The contract shall be automatically renewed annually after initial period until terminated by written notice from either party. Service rendered under this schedule is subject to the Department's standard rules and regulations.