

## **RATE SCHEDULE EDR-02**

### **ECONOMIC DEVELOPMENT RIDER – CODE E(1 thru 5)**

#### **PURPOSE:**

The purpose of this economic development rider is to encourage industrial development in the City's service territory.

#### **AVAILABILITY:**

Electric service under this rider is not available in conjunction with service provided pursuant to large power schedule – LP-II-02 (Code 12), GS/LP-IOP-02 (Code 17) or any special contract agreements.

The rider is available until rescinded by City Ordinance.

#### **APPLICABILITY:**

Upon the request of the customer and acceptance by the City, the provisions of this rider will be applicable to customers who qualify as:

- (1) New industrial customers; or
- (2) Additional facilities of existing industrial customers; and
- (3) The annual load factor of the new customer or additional facilities is reasonably projected to equal or exceed an annual load factor of 50% within two years of the new industrial customer or additional facilities first receiving service from the City. The projected annual customer load factor shall be determined using the following formula:  
$$\text{(Projected Annual kWh Energy) divided by (8760 hours in year) = Projected kW Customer Demand; and}$$
- (4) The peak demand of the new customer or additional facilities is reasonably projected to be at least 500 kW within two years of the addition of the new customer, or additionally separated metered facilities, or negotiated net load increase first receiving service from the City.

Request for service under this Rider shall be accompanied by sufficiently detailed information to enable the City to determine whether the new customer or additional facilities meet the above criteria including items (1), (2), (3) and (4). All requests for service under this Rider will be

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considered by the City; however, requests which do not conform to the purpose and availability of this Rider as stated above will not be approved.

**INCENTIVE PROVISIONS:**

Industrial Customers that qualify for the Economic Development Rider shall receive an adjustment to their demand and energy charge of 25% during the first year, 20% during the second year, 15% during the third year, 10% during the fourth year, and 5% during the fifth year. After the fifth year, this incentive provision shall cease. The economic development rider adjustment or discount is not applicable to penalties or other non-usage charges.

**TERM:**

The City may discontinue the availability of this Rider at any time.

**EXAMPLES:**

1000 kW Load - 50% Load Factor		<u>Monthly Bill</u>	<u>kWh Average</u>
*GS Schedule (GS-02) - Code 10	365,000 kWh	\$24,224.00	\$0.0664

\*Economic Development Rider 365,000 kWh

Year 1	25% Discount	\$18,168.00	0.0498
Year 2	20% Discount	19,379.20	0.0531
Year 3	15% Discount	20,590.40	0.0564
Year 4	10% Discount	21,801.60	0.0597
Year 5	5% Discount	23,012.80	0.0630
Five Year Total Savings (15.0%)		\$218,016.00	