LARGE LOAD HIGH LOAD FACTOR RIDER

Availability

Available to Commercial and Industrial members receiving service under Schedules 46 and 54 that have electric load at an individual site that meets the qualifying demand and load factor thresholds of the Association's wholesale power supplier.

Rate

Standard service rate provisions for Schedules 46 and 54 apply, except that a discount will be applied to the member's monthly bill based on the member's calculated load factor. Qualifying loads may move between load factor tiers monthly based on a changing ANCLF (or PNCLF). Credits will be issued monthly for the following load factor tiers:

Tier	ANCLF / PNCLF
1	62.00 % to 74.99%
2	75.00% to 89.99%
3	90.00 % to 100.00 %

A monthly Communication Fee of \$8.70 per meter will be charged for digital cellular modem communication.

Terms and Conditions of Service

- 1. Dakota Electric must supply all (100%) of the member's electric requirements. On-site generation is not allowed.
- 2. The member will not receive a credit under both the LLHLF rate and any other load management program.
- 3. The member's qualifying load at an individual site must achieve a Non-Coincident Peak Demand (NCPD) of at least 1,000 kW in any period of sixty (60) consecutive minutes at least one time in the preceding 12-month period.
 - a. NCPD shall be the highest actual metered demand and not an estimated, average or calculated value.
- 4. The member's qualifying load at an individual site must have an Annual Non-Coincident Load Factor (ANCLF) in the preceding 12-month period that is greater than or equal to 62%.
 - a. All Load Factor calculations will be based only on the individual member's actual demand and energy recorded during the preceding twelve (12) months at an individual site.
 - b. No adjustments will be made for any load management programs, abnormal weather, member load anomaly, or member growth (expected or actual).

LARGE LOAD HIGH LOAD FACTOR RIDER (Continued)

- 5. New metered loads with less than twelve (12) months of actual load data may substitute a Partial-Year Non-Coincident Load Factor (PNCLF) for the ANCLF qualification requirement, only during the first eleven (11) months of electric service.
 - a. If a member has a significant expansion of load at the site and the member's NCPD increases by more than 50% over the previous year's average monthly Peak Demand, then the member shall have the ability to use the PNCLF as the basis for the credit that applies to the entire member load.
 - b. Once a member "resets" the load factor calculation and begins using the PNCLF, the member may not revert to the historical ANCLF for the next 11 months.
 - c. Transfer of ownership alone does not qualify load to be considered "new".
- 6. No loads will qualify for the LLHLF credit retroactively. Monthly calculations will be made for qualification in the previous month.
- 7. Dakota Electric will automatically adjust the LLHLF credit provided to members to pass through any future changes made by its wholesale power supplier.
- 8. The Association will track the wholesale power costs associated with all Large Load High Load Factor credits and exclude them from both the calculation of the base cost of power in future rate cases and the calculation of the Power Cost Adjustment Charges in the Resource and Tax Adjustment filings to the Minnesota Public Utilities Commission. This will ensure that the credits Dakota Electric receives from its wholesale power supplier are not double-counted.