

CHILLED WATER ECONOMIC DEVELOPMENT RIDER

<u>Purpose</u> - The Board of Water & Light (BWL) provides economic incentives to its utility service customers with a goal of attracting new customers or growing the business of existing customers. The incentives are employed where, in the BWL's judgment: a) the incentive is a major determining factor for the customer to take or add BWL service(s), and b) use of the incentive will result in economic and other benefits to the BWL and its customers.

<u>Availability</u> - This rider is available to new or existing customers through General Chilled Water Service Rate No. 1. The customer must commit to creating new load or significantly increasing existing load. The BWL will, in its sole discretion, determine the percentage and duration of the incentive offered to the customer. The customer may be required to enter into a written agreement that specifies its commitment to economic development and the BWL's incentives.

Monthly Rate

This rider provides for a discount on the Capacity Charge portion of the customer's monthly billing for the applicable Service Location. The BWL will determine the appropriate Capacity Charge, which will not be less than the following schedule:

Discounted Capacity Charge (per ton)

 Years 1-2
 Not less than \$10.00

 Years 3-4
 Not less than \$20.00

 Years 5-6
 Not less than \$30.00

At the end of the incentive period and all years thereafter, the customer will be billed the standard Capacity Charge as listed in the General Chilled Water Service Rate 1.

Capacity Eligible for Discount

For a new Service Location, the total Billing Demand shall be eligible for the discounted rate of this rider.

For an existing Service Location, the BWL shall determine the contracted demand eligible for this rider, which may be based on the increase beyond the average of the three highest registered demands of historical load billed during the twelve (12) month period prior to the implementation of the incentive.

Effective: February 1, 2018