

**City of Kinston  
Economic Development Rider  
Code: E-19**

**Availability**

This Rider is available, as follows, for permanent electrical service and which begin receiving such service after February 1, 2022:

- 1) New commercial or industrial customers which enter into a service agreement with the city where the noncoincident peak (NCP) demand of the new load exceeds 500 kW.
- 2) Existing commercial or industrial customers which enter into a new service agreement with the city for either a new or expanded separately metered service where the noncoincident peak demand of the new or expanded load exceeds 500 kW.

This rider is available in conjunction with service under any of the City's applicable rate schedules.

Any Customer desiring to receive service under this rider shall provide written notification to the City of such desire. Such notice shall provide the City with information concerning the load, and load factor, to be served. The Customer's information shall provide the basis to the City that the characteristics of the load will meet the minimum eligibility requirements of this rider and the electric rate schedule to which this rider applies.

All terms and conditions of the electric rate schedule, whichever is applicable to the Customer, shall apply to service supplied to the Customer except as modified by this Rider.

**Monthly Credit**

The Customer will receive a Monthly Credit on the bill calculated on the then-effective electric rate, whichever is applicable to the Customer. The schedule of Monthly Credits will be calculated as described below under the heading "Application of Credit". Determination of Discount Schedule will be based on the calculated load factor during each billing period for the life of the agreement.

**Application of Credit**

Beginning with the date on which service under the then-effective electric rate is to commence for the eligible load and the customer meets the agreed demand and load factor requirements, a Monthly Credit based on the applicable discount schedules below will be applied to the total bill, including the Customer Charge, Demand Charges, Energy Charges, or Minimum Bill, excluding other applicable riders and special charges, if any.

## **Economic Development Rider E-19 (Continued)**

<b>Discount Schedules</b>	Monthly Customer LF* greater than or equal to 60%	Monthly Customer LF* less than 60% and greater than 40%	Monthly Customer LF* less than or equal to 40%
Discount Period	Discount Schedule A	Discount Schedule B	Discount Schedule C
Months 1-12	25%	20%	0%
Months 13-24	20%	15%	0%
Months 25-36	15%	10%	0%
Months 37-48	10%	5%	0%
Months 49-60	5%	2.5%	0%
After Months 60	0%	0%	0%

\*Load Factor percentage defined as  $LF = \text{kWh} / (\text{NCP kW} * 730)$

### **Contract Period**

Customers receiving service under this rider will be subject to a seven-year contract period.

### **Terms and Conditions**

- 1) If the customer fails to maintain required demand and/or a load factor greater than 40% and requirements of the applicable Rate Schedule or Discount Schedules A or B above, City reserves the right to cancel the agreement including any remaining discount period(s) in the term of the agreement.

### **Adopted**

This rider was adopted by the City of Kinston Council February 1, 2022