POLK-BURNETT ELECTRIC COOPERATIVE

Policy No.: M-3

Subject: Classification of Members

Objective: Classification is a means of treating all members having similar characteristics in their

use of service, without discrimination for rate purposes. Member classification shall be in accordance with RUS Bulletin 1767B-1 "Uniform System of Accounts-Electric"

(effective May 27, 2008).

Policy:

A. Service Type

1. Single Phase

A service requiring only one primary phase as a source. The standard secondary voltage is 120/240V. For commercial or irrigation services, a special voltage of 240/480V can be provided but is considered non-standard.

2. Three Phase

A service requiring three primary phases as a source. The standard secondary voltages are 120/208V or 277/480V. No new non-standard three-phase voltages are allowed.

B. Classification

1. Residential

This classification shall include service to a single dwelling and associated out-buildings representing the member's primary residence.

Service will normally be single-phase.

2. Seasonal

This classification shall include service to a single dwelling or dwelling site which is not considered the member's primary residence.

Service will normally be single-phase.

3. Irrigation

This classification shall include service dedicated to an irrigation pump/pivot. The service may be either single-phase or three-phase. The service will have load control installed for interruption under peak conditions.

4. Small Commercial & Industrial

This classification shall include all services for commercial and industrial purposes using less than 25 kW.

Service will be single-phase or three-phase.

5. Large Commercial & Industrial

This classification shall include all three-phase retail members having a 15-minute measured demand equal to or greater than 25 kW for at least 4 of 12 months. Member remains on this rate schedule on a mandatory basis unless demand remains below 25 kW for 12 consecutive month's service for commercial and industrial purposes.

Service will always be three-phase.

6. Lighting (Security Light)

This service is available to members only in addition to other service at an existing location. If other service does not exist, member may elect to pay the full service availability charge in addition to flat fee for lighting. Energy for this classification will not be metered; bills will be rendered as a flat fee on a monthly basis.

Public Street & Highway Lighting

This classification shall include lighting for highways, streets, parks and other public places, or for traffic or other signal system service, for municipalities or other divisions or agencies of state or federal governments. All installation costs will be charged to the requesting municipal government.

- a. Minor Maintenance: The Cooperative's roadway lighting rate includes providing the electricity to the light and minor maintenance. Minor maintenance would include replacing the bulb, the photo-eye and locating the electric supply wires as part of a Digger's Hotline Request.
- b. Major Maintenance: Major maintenance would be charged to the municipal government at a time and material rate and would include all other maintenance activities. Some examples of these activities would include, but not limited to, replacement of the light fixture, broken glass/globe, or replacement of a damaged pole.

C. Sub-Classification

00. Off-Peak Storage

Available to all members for separately metered controlled loads with the approval of the member service department and subject to the established policies of the Cooperative. This is a supplement to service under the regular single or three-phase rate.

Loads under this classification may be controlled (shut off) during hours classified by the storage strategy.

01. Off-Peak Interruptible Meter

This rate is for small commercial, seasonal and residential applications and is available to members for separately metered loads with the approval of the member services department.

Service under this schedule is subject to control during peak demand times. Loads will be controlled (shut off) a maximum of four (4) hours in any six (6) hour period.

02. Off-Peak Dual Fuel

Available to all members for separately metered controlled loads with the approval of the member services department and subject to the established policies of the Cooperative. This is a supplement to service under the regular single or three-phase rate.

Loads under this classification may be controlled (shut off) for an indeterminate period of time. Back up heat is required. Service and availability are subject to change without notice.

03. Demand

The billing demand in kilowatts shall be the maximum of a 15-minute window of measured demand during the billing cycle, rounded to the nearest whole kW.

04. Demand Ratchet Self Contained Generation

Accounts with self-generation or who have agreed to shut down operations during peak, load control events, qualify for a reduced demand charge. The billing demand in kilowatts shall be the maximum of a 15-minute window of measured demand during the billing cycle or the previous 11 months, rounded to the nearest whole kW. During the billing window, the account should not have any billable usage. Any billable usage during the peak load control event will be billed at the full demand rate.

05. Electric Vehicle Fast Charger

Accounts with a DC fast charger, greater than 50 kW, served by a three-phase service. The rate is based on Dairyland Power's EV-1 rate schedule.

D. General

If service is to be rendered under other classifications than herein provided, these policies may be amended from time to time to include such classifications and establish the proper rate schedules.

Where a member uses service at one point for dual purposes normally falling under different classes, the principal use of the service shall determine the classification. If the member desires separate metering and billing for each type of use, separate services may be provided for each class of usage.

Edward O. Gullickson, President
July 24, 2023