

**RATE 841
RATE FOR ELECTRIC SERVICE
MUNICIPAL POWER**

No. 1 of 2 Sheets

TO WHOM AVAILABLE

Available to MUNICIPALITIES, THE INDIANA DEPARTMENT OF NATURAL RESOURCES and to CORPORATIONS or PERSONS operating under exclusive franchise in furnishing water service at retail within a municipality for electric POWER service for WATERPUMPING purposes; who enter into a written contract for electric service in accordance with this rate schedule, and who are located on the Company's electric supply lines suitable and adequate for supplying the service requested.

Lighting Service will be supplied under this rate schedule only if it is incidental to the power load served and the lighting service in kilowatt demand and kilowatt hour usage is less than 15 percent of the kilowatt hours respectively of the power load.

CHARACTER OF SERVICE

The Company will supply service from its electric supply lines at only such frequency, phase, regulation, and primary voltage as it has available in the location where service is required, and if transformation of voltage is desired by the customer, will transform its primary voltage to one standard secondary voltage. (See Rule 37 of the accompanying Rules and Regulations for the Company's standard voltages.)

RATE

9.131 cents per kilowatt hour for all electric energy used per month.

RATE ADJUSTMENT

The above rates are subject to a Purchased Power Cost Adjustment Tracking Factor, in accordance with the Order of the Indiana Utility Regulatory Commission approved December 17, 1976, in Cause No. 34614. The Purchased Power Cost Adjustment Tracking Factor stated in Appendix A - Sheet No. 58 is applicable hereto and is issued and effective at the dates shown on Appendix A.

MINIMUM PAYMENT

The Customer's Minimum Payment under this rate shall be based on the connected load at each location or on the installation of Fire and Civil Defense warning signals if these are the entire electric load. The minimum shall be \$1.99 per horsepower or fraction thereof per month for the first 25 horsepower of the connected load, \$0.96 per horsepower or fraction thereof per month for the next 475 horsepower of connected load, and \$0.49 per horsepower or fraction thereof per month for all over 500 horsepower of connected load, or \$6.30 per month for each warning signal installation where such signals constitute the connected load, provided, however, that in no case shall the Monthly Minimum Payment be less than \$6.30; except that for three-phase service, the minimum charge shall be \$25.74 per month.

In determining the connected load, alternate, stand-by, or emergency equipment, that which connected to the Company's service, replaces equipment of equal or greater connected load, shall not be included.

Issued Date

Issued By
Edmund A. Schroer
Chairman and President
Hammond, Indiana

Effective Date

July 16, 1987

July 16, 1987

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No. 2 of 2 Sheets

ADJUSTMENT OF CHARGES FOR COST OF FUEL

The above charges shall be adjusted for cost of fuel in accordance with the formula set forth in Rule 39 of the accompanying Rules and Regulations. See Appendix B – Sheet No. 59 for applicable Fuel Cost Charge.

CUSTOMER CREDIT ADJUSTMENT FACTOR

The rates and charges contained in this schedule are subject to a Customer Credit Adjustment Factor set forth in accordance with the Final Order of the Indiana Regulatory Commission, issued September 23, 2002, approving the Settlement Agreement in Cause No. 41746. See Appendix C - Sheet 59A, for the applicable Customer Credit percentage.

ENVIRONMENTAL COST RECOVERY MECHANISM FACTOR

The above rates are subject to an Environmental Cost Recovery Mechanism Factor set forth in Rule 47 of the accompanying General Rules and Regulations, in accordance with the Order of the Indiana Utility Regulatory Commission approved November 26, 2002, in Cause No. 42150. The Environmental Cost Recovery Mechanism Factor stated in Appendix D, Sheet No. 59B, is applicable hereto and is issued and effective at the dates shown on Appendix D.

ENVIRONMENTAL EXPENSE RECOVERY MECHANISM FACTOR

The above rates are subject to an Environmental Expense Recovery Mechanism Factor set forth in Rule 48 of the accompanying General Rules and Regulations, in accordance with the Order of the Indiana Utility Regulatory Commission approved November 26, 2002, in Cause No. 42150. The Environmental Expense Recovery Mechanism Factor stated in Appendix E, Sheet No. 59C, is applicable hereto and is issued and effective at the dates shown on Appendix E.

PRIMARY METERING CORRECTION

If the service is metered at the Company's primary supply line voltage of 2,300 volts or above, 3% of the kilowatt hours so metered will be deducted before computing the charge for service.

PROMPT PAYMENT

All bills under this schedule shall be rendered and due monthly. If not paid within seventeen (17) days after the bill is mailed, there shall be added to bills of \$3.00 or less, ten percent (10%) of the amount of the bill; and to bills in excess of \$3.00 there shall be added ten percent (10%) of the first \$3.00, plus three percent (3%) of the amount of the bill in excess of \$3.00.

WHERE AVAILABLE

ALL TERRITORY FURNISHED ELECTRIC SERVICE

Issued Date

November 26, 2002

Issued By

Daniel D. Gavito
Vice President, Regulatory and Government Policy – Indiana
Merrillville, Indiana

Effective Date

November 26, 2002