

ENERGY GULF STATES, INC.
 ELECTRIC SERVICE
 Louisiana
 SCHEDULE HLFS

Section No.: III
 Section Title: Rate Schedules
 Revision: 1 effective 9-28-05
 Supersedes: HLFS Revision 0 effective 3-12-93
 Schedule Consists of: Three Pages

HIGH LOAD FACTOR SERVICE

I. APPLICABILITY

This rate is applicable under the regular terms and conditions of the Company to Customers who contract for not less than 2,500 kW of electric service at Company's available line voltage.

II. MONTHLY BILL

		<u>Billing Months of</u>		
		<u>May-October</u>	<u>November-April</u>	
A.	Billing Load Charge All kW per month	\$8.10 per kW	\$7.28 per kW	CR
B.	Energy Charge All kWh Used On-peak	\$0.00759 per kWh	\$0.00759 per kWh	CR
C.	Fuel Adjustment			

The fuel adjustment will be calculated based upon the total kWh included in the monthly bill times the adjustment per kWh for the current month calculated in accordance with Rate Schedule FA.

D. Delivery Voltage Adjustment

<u>Delivery Voltage</u>	<u>Adjustment Charge (Credit)</u>	
Less than 69 kV	\$0.13 per kW of Billing Load	CR
69 kV	-----	
138 kV	(\$0.17) per kW of Billing Load	CR
230 kV	(\$0.35) per kW of Billing Load	CR

E. Tax Adjustment

To the rates specified above will be added the proportionate part of any new tax, or increased rate of tax, or governmental imposition or charge, (except state, parish, city, and specific district ad valorem taxes and any taxes on net income) levied or assessed against Company's electric business as a result of any new or amended laws or ordinances after January 1, 1979 except as the power and energy sold under this schedule may be exempt from the effects of any such tax or taxes.

F. Minimum Charge

The Minimum Charge will be the sum of the Billing Load Charge, Tax Adjustment and Delivery Voltage Adjustment. Where the installation of excessive new facilities is required or where there are special conditions affecting the service, Company may require in the Contract a higher minimum charge and/or facilities charge in accordance with Schedule AFC to compensate for additional costs.

III. METERING

Where the available line voltage is 69 kV or higher, metering will be at such transmission voltage or at Company's option, metering will be on the low side of the transformer and in such case the metered quantities will be increased 1.5% for billing purposes to compensate for transformer losses. In such cases Customer will receive an applicable voltage adjustment as though metering were at the transmission voltage.

Where service is delivered from lines of voltage less than 69 kV, the metered quantities of maximum load and energy will each be increased by 1.5% if metered at the line voltage or by 3% if such service is transformed and metered on low side.

Where service is taken at multiple voltage levels and Customer requests totalizing arrangements for billing purposes, the Delivery Voltage Adjustment will be computed based upon demand, but weighted by kWh consumption at each voltage level.

Where service is of fluctuating or intermittent type, Company may specify shorter intervals of load measurement than 30-minute intervals.

IV. POWER FACTOR ADJUSTMENT

Where Customer's power factor of total service supplied by Company is such that 90% of measured monthly maximum kVA used during any 30-minute interval exceeds corresponding measured kW, Company will use 90% of such measured maximum kVA as the number of kW for all purposes that measured maximum kW demand is specified herein. However, where Customer's power factor is regularly 0.9 or higher Company may at its option omit kVA metering equipment or remove same if previously installed.

V. OFF-PEAK PROVISION

In case the monthly maximum kW load occurs during an off-peak period and is greater than Contract Power, such monthly maximum kW load will be reduced by 33-1/3% but will not be thereby reduced to a smaller number of kW than Contract Power, nor less than stipulated in § VI.C or D. Where the maximum kW load during off-peak periods does not exceed Contract Power, no reduction in off-peak maximum load will be made for billing purposes.

Off-peak hours, for purposes of this schedule, are all hours of the year not specified as on-peak hours.

On-peak hours, for purposes of this schedule, are designated as 8:00 a.m. to 10:00 p.m. Monday through Friday beginning on May 15 and continuing through October 15 of each year except that Memorial Day, Labor Day and Independence Day (July 4 or the nearest weekday if July 4 is on a weekend) are not on-peak.

VI. DETERMINATION OF BILLING LOAD

The kW of Billing Load will be the greatest of the following:

- A. The Customer's maximum measured 30-minute demand during any 30-minute interval of the current month, subject to § III, IV and V above; or
- B. 75% of Contract Power as defined in § VII; or
- C. 60% of the Highest Contract Power as defined in § VII; or
- D. 2,500 kW.

VII. DETERMINATION OF CONTRACT POWER

Unless Company gives Customer written notice to the contrary, Highest Contract Power and Contract Power will be as defined below:

- A. Highest Contract Power - the greater of (i) the highest Billing Load established under the currently effective contract, or (ii) the contracted kWh specified in the currently effective contract.
- B. Contract Power - the highest load established under § VI.A above during the 12 months ending with the current month. For the initial 12 months of Customer's service under the currently effective contract, the Contract Power shall be the kW specified in the currently effective contract unless exceeded in any month during the initial 12-month period.

VIII. VOLTAGE OF SERVICE

At the option of the Company, service will be delivered at the Customer's utilization voltage or at available transmission line voltage (69 kV or higher). Service will be metered at or corrected to the transmission line voltage at the point of delivery, or at Company's option, at the nearest transmission station supplying Customer's load.

IX. USE OF SERVICE

Electric service furnished under this rate shall not be used by the Customer as an auxiliary or supplementary service to engines or other prime movers or to any other source of power except in conjunction with Rider for Auxiliary or Standby Service. Customer shall not resell nor share any energy purchased under this rate.

X. GROSS MONTHLY BILL AND PAYMENT

The gross monthly bill for service furnished for which payment is not made within twenty days of the billing date shall be the Net Monthly Bill, including all adjustments under the rate schedule and applicable riders, plus 5% of the first \$50.00 and 2% of any additional amount of such Net Monthly Bill above \$50.00. If the monthly bill is paid prior to such date, the Net Monthly Bill, including all adjustments under the rate schedule and applicable riders, shall apply.