RATE RIDER VR VOLTAGE REGULATION



By order of the Alabama Public Service Commission dated September 9, 1996 in Docket # 3700.

| PAGE | EFFECTIVE DATE | REVISION |
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| 1 of 1 | September, 1996 Billings | Original |

AVAILABILITY

Available in all areas served from the interconnected transmission system (230, 161, 115 and 44 kV) of the Company.

APPLICABILITY

Applicable as a rate rider to industrial power service when the Consumer's electrical requirements are furnished, contracted for, and billed by the Company under one of the Company's rate options. Service to more than one premises shall not be combined. Service shall not be resold or shared with others.

MONTHLY RATE

When the Company provides transformation, it can provide electromechanical control of steady state voltage within a specified variance, based on the limitations of the regulating equipment's capabilities, at the following monthly rates applicable to single or multiple transformers on a per unit basis for maximum rated capacities as outlined below.

Charge For kVA Rated Transformation Capacity:

Less Than 15,000 kVA 20¢ /kVA 15,000 kVA and Greater 10¢ /kVA

ADDITIONAL CHARGES

The Consumer will be responsible for all costs to supply and prepare an appropriate site associated with providing voltage regulation services as deemed necessary by the Company, including removal of existing facilities and materials, foundations, buswork, engineering or other capital costs. In the event excess transformation capacity is requested, the Consumer will be responsible for costs associated with the capacity above that normally required to serve the Consumer's load as determined by the Company.

INTERRUPTION OF SERVICE FOR EQUIPMENT INSPECTION

A scheduled interruption for the purpose of major equipment inspection and maintenance will be performed on a routine or as needed basis.

GENERAL

The amount calculated at the above rate is subject to possible tax adjustments as set forth in Rate T and to rules and regulations approved or prescribed by the Alabama Public Service Commission, including any Special Rules and Regulations governing the application of this rate.