

SERVICE CLASSIFICATION NO. 6 (Continued)

MINIMUM CHARGE:

- (1) Monthly - The Customer Charge plus the Contract Demand Charge;
- (2) Contract - Twelve times the monthly Customer Charge plus twelve times the Contract Demand Charge, for the initial term.

DETERMINATION OF DEMAND:

A. Contract Demand

The Contract Demand shall be the kW demand contracted for by the customer or as modified in paragraph C below.

B. Metered Demand

The Metered Demand shall be the highest 15-minute integrated kW demand determined during the billing month by use of a suitable demand indicator.

C. Contract Demand Modification

If the Metered Demand exceeds the Contract Demand in any billing month, a penalty will be assessed as provided for in Special Provision B and said Metered Demand shall become the Contract Demand for the remainder of the term.

TERMS OF PAYMENT:

Bills are due and payable on or before fifteen days from date bill is mailed to customer. If bill is not paid within fifteen days, service may be discontinued after suitable written notice.

TERMS:

The initial term shall be one year. Thereafter, the term shall be one year except that termination without penalty, shall be permitted prior to the term upon ninety days written notice.

(Continued)

ISSUED:	April 15, 1999	EFFECTIVE:	May 1, 1999
ISSUED BY:	R. Lee Haney Chief Financial Officer Milford, Pennsylvania		

SERVICE CLASSIFICATION NO.6 (Continued)**SPECIAL PROVISIONS:****A. Interconnection Costs**

The customer shall reimburse the Company for any costs incurred by the Company to interconnect with the qualifying facility. These costs will be determined by the Company and shall include costs of connection, switching, metering, distribution, safety provisions and administrative costs, including engineering and feasibility studies, incurred by the Company to interconnect with the qualifying facility to the extent such costs are in excess of the corresponding costs which the Company would have incurred had the customer taken firm service. The customer may elect to reimburse the Company for these interconnection costs in one lump sum or to reimburse the Company over a period of time not to exceed five years. The interest rate for such an installment plan shall be the Company's rate of return on common equity last approved by the Commission.

B. Excess Demand Penalty

For each kW of maximum monthly demand taken in excess of the Contract Demand level, the customer shall pay a penalty as follows:

- 1) If the excess demand is equal to or less than 10% of the contract level - twelve times the monthly Contract Demand Charge; or
- 2) If the excess demand is greater than 10% of the contract level - twenty-four times the monthly Contract Demand Charge.

C. Penalty for Non-Compliance with Interruption Notice

A penalty of \$7.58 per kW of Meter Demand shall be charged to a customer for each failure to discontinue use of the Company's service when notified.

D. Mediation

The customer shall have the right to seek Commission mediation on any of the above provisions, should the customer and Company not be able to agree. The Commission may designate Staff to consult with the parties. Any recommendations of Staff as to solutions of disagreements are not binding upon the parties.

ISSUED: April 15, 1999

EFFECTIVE:

May 1, 1999

ISSUED BY: R. Lee Haney
Chief Financial Officer
Milford, Pennsylvania