

How to Figure the IP Power Rate

Base Rate

Monthly Service Charge	\$175.00 per metering point per month
Distribution Demand Charge	\$ 3.00 per Maximum KVA
Billed Demand Charge:	\$ 16.86 per KVA for all KVA
Energy Charge:	\$0.0340 per KWH

Example

Suppose you used 25000 KWH and had a maximum load of 19000 KVA and billed demand of 11000 KVA.

- 1. You would take 19000 maximum KVA and multiply it by \$3.00, which would be \$57000.00.**
- 2. You would take 17560.00 billed demand KVA and multiply it by \$16.86, which would be \$296061.60**
- 3. You would then take the 25,000 KWH and multiply it by \$0.0340, which is \$850.00**
- 4. Your base cost would be the total of these charges plus sales tax.**

Tracker

In addition to the base rate charge there is a rate adjustment based upon the cost of purchased power. This can be a positive or negative figure. Because this changes every three months, it is not used in the example. We call this the [tracker](#).