

RESIDENCE WATER HEATING RATE

CHARACTER OF SERVICE

This rate is for electricity for residential water heating. Service under this rate is available for storage-type automatic water heaters. Electricity used under this rate shall be exclusively limited to residential water heating and shall not be used in installations wherein the heated water is for room-heating purposes. This service is only available to customers who were taking service under the "Water Heating Rate" as of November 1, 1976, and is not available for new connections or reconnections subsequent to October 31, 1976. Customers taking service under this rate schedule are responsible for paying both Distribution Service and Stranded Cost.

RATES

DISTRIBUTION SERVICE	\$0.05507	per kWh	
STRANDED COST	\$0.01042	per kWh	
TRANSMISSION SERVICE	\$0.01820	per kWh	I
TOTAL DELIVERY SERVICE	\$0.08369	per kWh	

TRANSMISSION SERVICE

The Transmission Rate shown in this rate schedule is for information purposes only. The Company's Transmission Rates are subject to the jurisdiction of the Federal Energy Regulatory Commission and are subject to change pursuant to the Company's Open Access Transmission Tariff or other authorized procedure established by the Federal Energy Regulatory Commission.

CONSERVATION & SOLAR ASSESSMENT CHARGE

The conservation and solar assessment charges in accordance with Subsection 12-J of the Terms and Conditions are included in the per kWh charges of the distribution service rates above.

LATE PAYMENT CHARGE

A late payment charge in accordance with Section 4-F of the Terms and Conditions shall apply to customers taking service under this rate.

DOCKET NO. ER09-934



ROBERT J.S. HANF
PRESIDENT AND CHIEF OPERATING OFFICER T

EFFECTIVE DATE: 11/01/2009