

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	\$	0.06361	per kWh
STRANDED COST	\$	0.00661	per kWh
TRANSMISSION SERVICE	\$	0.03600	per kWh
CONSERVATION CHARGE	\$	0.00243	per kWh
TOTAL DELIVERY SERVICE	\$	0.10865	per kWh

TRANSMISSION SERVICE

The Transmission Service rate shown in this rate schedule is for information purposes only. The Company's Transmission Service 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.

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.