

RATE MITIGATION PLAN RIDER (RMP)

PURPOSE

The Rate Mitigation Plan Rider (RMP) is provided to phase-in the increase in generation rates occurring on January 1, 2010. The phase-in will be implemented by applying additional flat credits/charges to bills of participating customers during the period January 1, 2010 through December 31, 2012. The RMP will be applied to participating customers' bills on a non-bypassable basis.

Customers will be able to participate in the plan whether or not they now purchase, or at any time in the future choose to purchase, generation supply from an Electric Generation Supplier. The Company will charge 6% annual interest, compounded monthly, on all amounts deferred under the RMP. Those interest charges are included in the tables set forth below.

APPLICATION PROVISIONS

The RMP is available to eligible Residential customers (Rate Schedules RS, RTS (R), and RTD (R)) and eligible Commercial and Industrial customers (Rate Schedules GS-1 (with load factors greater than or equal to 45%), GS-3, GH-1 (R), and GH-2 (R)), who take distribution service from the Company. Customers enrolled in the Company's On-Track Program, customers whose accounts are in arrears to the Company, and customers enrolled in the Rate Stabilization Plan are not eligible to participate in the RMP.

The RMP is established by usage level strata within the eligible rate schedules at the levels set forth below. Customers are placed in a strata based on their average monthly usage over the most recent 12-month period. For customers with less than 12 months of history, the average monthly use for application of this Rider will be estimated by the Company.

Rate Schedules RS and RTD(R)	1/1/10 – 12/31/10	1/1/11 – 12/31/11	1/1/12 – 12/31/12
Average Usage Strata (kWh)	Mitigation Credit/Charge (\$/month)		
Monthly			
0 – 300	-	-	-
301 – 800	(1.89)	2.01	-
801 – 1,200	(8.55)	9.08	-
1,201 – 2,000	(19.69)	20.91	-
2,001 – 3,000	(36.41)	38.65	-
3,001 and above	(54.99)	48.63	10.35

Rate Schedule RTS(R)	1/1/10 – 12/31/10	1/1/11 – 12/31/11	1/1/12 – 12/31/12
Average Usage Strata (kWh)	Mitigation Credit/Charge (\$/month)		
Monthly			
0 – 200	-	-	-
201 – 1,000	(13.28)	(1.23)	16.27
1,001 – 1,500	(20.86)	1.24	22.20
1,501 – 1,900	(28.67)	(0.25)	32.58
1,901 – 2,300	(34.88)	(0.66)	40.02
2,301 – 2,800	(36.05)	6.15	34.10
2,801 and above	(56.06)	7.79	54.92

(Continued)

RATE MITIGATION PLAN RIDER (RMP) (Continued)

APPLICATION PROVISIONS (Continued)

Rate Schedule GS-1 (Load Factors greater than or equal to 45%)	1/1/10 – 12/31/10	1/1/11 – 12/31/11	1/1/12 – 12/31/12
Average Usage Strata (kWh)	Mitigation Credit/Charge (\$/month)		
Monthly			
0 – 1,774	-	-	-
1,775 – 3,000	(14.90)	15.82	-
3,001 – 5,000	(30.26)	32.13	-
5,001 and above	(51.70)	54.89	-

Rate Schedules GS-3, GH-1(R), and GH -2(R)	1/1/10 – 12/31/10	1/1/11 – 12/31/11	1/1/12 – 12/31/12
Average Usage Strata (kWh)	Mitigation Credit/Charge (\$/month)		
Monthly			
0 – 3,500	-	-	-
3,501 – 7,000	-	-	-
7,001 – 11,000	(99.95)	106.11	-
11,001 – 18,000	(166.02)	176.26	-
18,001 – 40,000	(332.04)	352.52	-
40,001 and above	(862.89)	916.11	-

PARTICIPATION IN THE RMP

Before the RMP adjustments begin, eligible customers can voluntarily elect to participate in the plan by contacting the Company and enrolling in the plan prior to December 15, 2009.

ENDING PARTICIPATION IN THE RMP

Customer participation in the RMP will end if and when:

1. A customer informs the Company that he/she no longer wishes to participate in the RMP;
2. A customer's service is terminated by the Company;
3. A customer fails to pay his/her bill in full for two consecutive billing cycles after joining the RMP program;
4. A customer requests disconnection of service without a new service start within the Company's service territory. (A customer who requests disconnection of service at one location may reassign RMP deferral balances at another location within the Company's service territory and continue in the RMP program); or
5. A customer otherwise becomes ineligible for the RMP program.

When a customer's participation in the RMP is terminated, the Company will issue a charge to the customer for the then current balance of his/her RMP deferral, including applicable interest. The charge will be applied to the customer's next or final bill, as applicable.

The RMP will terminate on December 31, 2012.