ORDINANCE NO. 0-75

AN ORDINANCE FIXING THE RATES TO BE CHARGED FOR ELECTRIC SERVICE IN CONWAY, ARKANSAS, AND DECLARING AN EMERGENCY.

WHEREAS, the Arkansas Power & Light Company is the wholesale supplier of most of the electric power and energy sold by the Conway Corporation through an electric system owned by the City of Conway, and

WHEREAS, the Arkansas Power & Light Company raised its rates for wholesale service effective January 1, 1974 (subject to refund predicated upon action of the Federal Power Commission) approximately $280,000.00 per year, and

WHEREAS, the Arkansas Power & Light Company raised its rates for wholesale service again effective December 1, 1975 (subject to refund predicated upon action of the Federal Power Commission) approximately $450,000.00 per year, and

WHEREAS, the Conway Corporation, lessors of the electric system owned by the City of Conway, cannot absorb these increases at wholesale and continue to meet its fiscal obligations to the City of Conway:

NOW, THEREFORE, BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF CONWAY, ARKANSAS:

THAT the retail rates for electric service attached hereto and hereby made a part of this ordinance are adopted as the rates to be charged for electric service in the City of Conway, Arkansas as fair and equitable rates for electric service and necessary, under the circumstances, to protect the fiscal integrity of the Conway Corporation and the City of Conway electric system. These rates to be collected by the Conway Corporation beginning with January, 1976 billing.

The City Council hereby ascertains and declares that there is immediate need for the adoption of the herewith included charges for electric service and that adoption of such rates is necessary to protect the health and welfare of the inhabitants of the City of Conway, and that therefore an emergency exists and this ordinance shall take effect and be in force from and after its passage
CONWAY CORPORATION

Electric Rate Schedule Effective Date - Jan. 1, 1976

RESIDENTIAL SERVICE

Availability - At any point on the existing secondary distribution system.

Application - For residential service to single family residences or individual family apartments supplied through one meter, including incidental family use, on the appurtenant premises. This rate schedule is not applicable to commercial type use on the appurtenant premises such as a beauty shop or auto repair shop. Where a portion of the residence premises (not separately metered) is used for non-residential purposes, the predominant use of the service, as determined by the Corporation, shall determine the rate schedule applicable to all service. Service is for the use of the customer and may not be shared and may not be resold to others.

Character of Service - Service will normally be single phase, 60 Hz., at approximately 120/240 volts. Three-phase service may be made available under provisions of Corporation regulations.

Net Monthly Rate - Summer rates will apply to billing months of June through October and winter rates will apply for the billing months of November through May.

<table>
<thead>
<tr>
<th>SUMMER RATE</th>
<th>WINTER RATE</th>
</tr>
</thead>
<tbody>
<tr>
<td>First 10 KWH</td>
<td>$1.25</td>
</tr>
<tr>
<td>Next 190 KWH</td>
<td>.042 Ea.</td>
</tr>
<tr>
<td>Next 300 KWH</td>
<td>.03 Ea.</td>
</tr>
<tr>
<td>Over 1,000 KWH</td>
<td>.0245 Ea.</td>
</tr>
</tbody>
</table>

Minimum - 1.25 Per Month.

Cost of Power Adjustment - The above energy charges will be increased or decreased to reflect to the nearest one-thousandth (.001) mill per KWH the change in the cost of fuel and purchased power incurred by the Corporation for the supply of service hereunder, above or below 9.677 mills per KWH.

Payment - The net bill, computed in accordance with the net monthly rate, shall be due and payable upon presentation and shall apply for a period of ten days, after which the gross bill in the amount of the net bill plus 10 percent will be due and payable.
CONWAY CORPORATION

Electric Rate Schedule                      Effective Date - Jan. 1, 1976

SMALL COMMERCIAL SERVICE

Availability - At any point on the existing secondary distribution system.

Application - To all electric service, for which no specific schedule is provided, supplied at one point of delivery and measured through one kilowatt hour meter. Not applicable to resale or shared service.

Character of Service - Single or three phase, 60 Hz., at one standard delivery voltage required by customer and available at customer's service location.

Net Monthly Rate -

<table>
<thead>
<tr>
<th>Flat Portion</th>
<th>$1.75</th>
</tr>
</thead>
<tbody>
<tr>
<td>First 500 KWH*</td>
<td>.052 Ea.</td>
</tr>
<tr>
<td>Next 800 KWH</td>
<td>.03 Ea.</td>
</tr>
<tr>
<td>Next 2,000 KWH</td>
<td>.027 Ea.</td>
</tr>
<tr>
<td>Next 16,000 KWH</td>
<td>.0225 Ea.</td>
</tr>
<tr>
<td>All Additional KWH</td>
<td>.02 Ea.</td>
</tr>
</tbody>
</table>

*When load is 6 KW or more, the number of KWH at .052 is:

6 KW to not over 20 KW, 100 KWH per KW of load over 20 KW; 800 KWH plus 60 KWH per KW of load.

Minimum - $2.00 plus $1.50 for each KW in excess of 2 KW of the highest load established during the 12 months ending with the current month.

Cost of Power Adjustment - The above energy charges will be increased or decreased to reflect to the nearest one-thousandth (.001) mill per KWH the change in the cost of fuel and purchased power incurred by the Corporation for the supply of service hereunder, above or below 9.677 mills per KWH.

Payment - The net bill, computed in accordance with the net monthly rate, shall be due and payable upon presentation and shall apply for a period of ten days from billing date, after which the gross bill in the amount of the net bill plus 10 percent will be due and payable.
CONWAY CORPORATION

Electric Rate Schedule  Effective Date - Jan. 1, 1976

LARGE COMMERCIAL SERVICE

Availability - At any point on existing system having adequate capacity and suitable voltage for delivery of service.

Application - To all electric service required by customer on the premises, when supplied at one delivery point and measured through one kilowatt hour meter. Not applicable to temporary, resale or shared service.

Character of Service - Three phase, 60 Hz., at one standard delivery voltage required by customer and available at customer's service location.

Net Monthly Rate -

$250.00 for the first 100 KW or less of load
1.95 per KW for all additional KW of load
.028 per KWH for the first 9,000 KWH
.0205 per KWH additional, up to a consumption of 250 KWH per KW of load
.016 per KWH for all additional KWH

Minimum - The load charge for the current month, but not less than $1.50 per KW of the highest load established during the 12 months ending with the current month.

Cost of Power Adjustment - The above energy charges will be increased or decreased to reflect to the nearest one-thousandth (.001) mill per KWH the change in the cost of fuel and purchased power incurred by the Corporation for the supply of service hereunder, above or below 9.677 mills per KWH.

Load - The highest load established during the month as shown by or computed from the readings of Corporation's demand meter, for the 15 minute period of customer's greatest use during the month. However, the billing load shall not be less than 70 percent of the highest load billed during the 12 months ending with the current month.

Payment - The net bill, computed in accordance with the net monthly rate, shall be due and payable upon presentation and shall apply for a period of 10 days from billing date, after which the gross bill in the amount of the net bill plus 10 percent will be due and payable.

Contract Period - Not less than 5 years.
CONWAY CORPORATION

Electric Rate Schedule

Effective Date - Jan. 1, 1976

SMALL INDUSTRIAL SERVICE

Availability - At any point on existing system having adequate capacity and suitable voltage for delivery of service.

Application - To all electric service required by customer on the premises, when supplied at one delivery point and measured through one kilowatt hour meter. Not applicable to temporary, resale or shared service.

Character of Service - Three phase, 60 Hz, at one standard delivery voltage required by customer and available at customer's service location.

Net Monthly Rate -

$2,100.00 for the first 1,000 KW or less of load
1.45 per KW for all additional KW of load
0.0198 per KWH for the first 280,000 KWH
0.016 per KWH additional, up to a total consumption of 280 KWH per KW of load
0.0145 per KWH for all additional KWH

Minimum - The load charge for the current month, but not less than $1.50 per KW of the highest load established during the 12 months ending with the current month.

Cost of Power Adjustment - The above energy charges will be increased or decreased to reflect to the nearest one-thousandth (0.001) mill per KWH the change in the cost of fuel and purchased power incurred by the Corporation for the supply of service hereunder, above or below 9.677 mills per KWH.

Load - The highest load established during the month as shown by or computed from the readings of Corporation's demand meter, for the 15 minute period of customer's greatest use during the month. However, the billing load shall not be less than 70 percent of the highest load billed during the 12 months ending with the current month.

If the power factor at the point of measurement is found to be less than 90 percent, load measurement may be made by KVA demand meter, in which case one KVA as registered will be considered as 0.9 KW, but not less than the actual KW.

Payment - The net bill, computed in accordance with the net monthly rate, shall be due and payable upon presentation and shall apply for a period of ten days from billing date, after which the gross bill in the amount of the net bill plus 10 percent will be due and payable.

Contract Period - Not less than 5 years.
CONWAY CORPORATION

Electric Rate Schedule Effective Date - Jan. 1, 1976

LARGE INDUSTRIAL SERVICE

Availability - At any point on existing system having adequate capacity and suitable voltage for delivery of service.

Application - To all electric service required by customer on the premises, when supplied at one delivery point and measured through one kilowatt hour meter. Not applicable to temporary, resale or shared service.

Character of Service - Three phase, 60 Hz, at one standard delivery voltage required by customer and available at customer's service location.

Net Monthly Rate -

\[
\begin{align*}
&$5,000.00 \text{ for the first 1,500 KW or less of load} \\
&2.75 \text{ per KW for the next 6,500 KW of load} \\
&2.10 \text{ per KW for all additional KW of load} \\
&\cdot0135 \text{ per KWH for the first 360 KWH per KW of load} \\
&\cdot0115 \text{ per KWH for all additional KWH}
\end{align*}
\]

Minimum - The load charge for the current month, but not less than $5,000.00 monthly.

Cost of Power Adjustment - The above energy charges will be increased or decreased to reflect to the nearest one-thousandth (.001) mill per KWH the change in the cost of fuel and purchased power incurred by the Corporation for the supply of service hereunder, above or below 9.677 mills per KWH.

Load - The highest load established during the month as shown by or computed from the readings of corporation's demand meter, for the 15 minute period of customer's greatest use during the month. However, the billing load shall not be less than 70 percent of the highest load billed during the 12 months ending with the current month. If the power factor at the point of measurement is found to be less than 90 percent, load measurement may be made by KVA demand meter, in which case one KVA as registered will be considered as 0.9 KW, but not less than the actual KW.

Payment - The net bill, computed in accordance with the net monthly rate, shall be due and payable upon presentation and shall apply for a period of ten days from billing date, after which the gross bill in the amount of the net bill plus 10 percent will be due and payable.

Contract Period - Not less than 5 years.
CONWAY CORPORATION

Electric Rate Schedule Effective Date - Jan. 1, 1976

INSTITUTIONAL SERVICE

Availability - At any point on existing system, having adequate capacity and suitable voltage for delivery of service.

Application - To all institutional campuses with distribution systems served through one kilowatt hour meter and supplied at one delivery point.*

*At Corporation's option, delivery may be made at more than one point through more than one kilowatt hour meter. In this instance, meters will be added together on a non-simultaneous basis and billed as if measured through one kilowatt hour meter.

Character of Service - Three phase, 60 Hz, at one standard delivery voltage required by customer and available at customer's service location.

Net Monthly Rate -

$275.00 for the first 100 KW or less of load
1.90 per KW for all additional KW of load
.0245 per KWH for all KWH

Minimum - The load charge for the current month but not less than $1.90 per KW of the highest load established during the 12 months ending with the current month.

Cost of Power Adjustment - The above energy charges will be increased or decreased to reflect to the nearest one-thousandth (.001) mill per KWH the change in the cost of fuel and purchased power incurred by the Corporation for the supply of power hereunder, above or below 9.677 mills per KWH.

Load - The highest load established during the month as shown by or computed from the readings of Corporation's demand meter, for the 15 minute period of customer's greatest use during the month. However, the billing load shall not be less than 70 percent of the highest load billed during the 12 months ending with the current month.

If the power factor at the point of measurement is found to be less than 90 percent, load measurement may be made by KVA demand meter, in which case one KVA as registered will be considered as 0.9 KW, but not less than the actual KW.

Payment - The net bill, computed in accordance with the net monthly rate, shall be due and payable upon presentation.

Contract Period - Not less than 5 years.
CHURCH SANCTUARY SERVICE

Availability - At any point on existing system having adequate capacity and suitable voltage for delivery of service.

Application - To all electric service required by church sanctuaries and appurtenances thereto on the premises, when supplied at one delivery point and measured through one kilowatt hour meter. Not applicable to temporary, resale or shared service.

Character of Service - Single or three phase, 60 Hz, at one standard delivery voltage required by customer and available at customer's service location.

Net Monthly Rate -

<table>
<thead>
<tr>
<th>Flat Portion</th>
<th>$1.75</th>
</tr>
</thead>
<tbody>
<tr>
<td>First 400 KWH*</td>
<td>.052</td>
</tr>
<tr>
<td>Next 800 KWH</td>
<td>.03</td>
</tr>
<tr>
<td>Next 2,000 KWH</td>
<td>.027</td>
</tr>
<tr>
<td>Next 16,000 KWH</td>
<td>.0225</td>
</tr>
<tr>
<td>All additional KWH</td>
<td>.02</td>
</tr>
</tbody>
</table>

* When load is 6 KW or more, the number of KWH at .052 is 50 KWH per KW.

Minimum - $2.00 per month.

Cost of Power Adjustment - The above energy charges will be increased or decreased to reflect to the nearest one-thousandth (.001) mill per KWH the change in the cost of fuel and purchased power incurred by the Corporation for the supply of power hereunder, above or below 9.677 mills per KWH.

Load - The highest load established during the month as shown by or computed from the readings of Corporation's demand meter, for the 15 minute period of customer's greatest use during the month. However, the billing load shall not be less than 70 percent of the highest load billed during the 12 months ending with the current month.

If the power factor at the point of measurement is found to be less than 90 percent, load measurement may be made by KVA demand meter, in which case one KVA as registered will be considered as 0.9 KW, but not less than the actual KW.

Payment - The net bill, computed in accordance with the net monthly rate, shall be due and payable upon presentation and shall apply for a period of ten days from billing date, after which the gross bill in the amount of the net bill plus 10 percent will be due and payable.

Contract Period - Not less than 1 year.