ORDINANCE NO. 0-81-1

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

WHEREAS, the charges for electric service currently collected by the Conway Corporation were established by Ordinance No. 77-21 and became effective August 1, 1977; and,

WHEREAS, the cost of power and energy at the wholesale level has been adjusted upward by two wholesale rate increases since the effective date of the retail rates now being collected by the Conway Corporation; and,

WHEREAS, by the Trust Indenture of the Electric Revenue Bond, 1979 Series A Issue dated August 1, 1979, the City covenants that it will adopt such ordinances as may be necessary and appropriate to carry out the obligations of the City under the provisions of this indenture; said obligations including the collection of revenues from the sale of electric service to satisfy the requirements of said bond indenture; and,

WHEREAS, with existing rates, the Conway Corporation, lessees of the Electric System owned by the City of Conway, cannot continue to meet its obligations to the City of Conway set out in its Lease and Franchise Agreement and the covenants of the aforesaid Bond Indenture and maintain fiscal integrity.

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

Section One. That the retail rates for electric service attached to 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 are to be collected by the Conway Corporation beginning with February, 1981 billing.
Section Two. 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 and publication.

PASSED: January 13, 1981.

APPROVED: __________
Mayor

ATTEST: __________
Clerk-Treasurer
CONWAY CORPORATION

Electric Rate Schedule Effective Date -

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>
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<tbody>
<tr>
<td>Customer Charge - $5.00</td>
<td>Customer Charge - $5.00</td>
</tr>
<tr>
<td>All KWH - .0401 Ea.</td>
<td>First 1000 KWH - .0367 Ea.</td>
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<tr>
<td>Over 1000 KWH - .0205 Ea.</td>
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</tbody>
</table>

Minimum $5.00 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 service hereunder, above or below 11.423 mills per KWH.

Taxes - The above rates are subject to all local, state and Federal taxes which are currently in effect or any taxes which are imposed by laws or ordinances on or after the effective date of this rate schedule.

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 twenty days. A gross bill in the amount of the net bill plus 2 1/2% will be due after twenty (20) days on all bills in excess of $100.00.
CONWAY CORPORATION

Electric Rate Schedule

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 -

- Customer Charge $10.00
- Demand Charge 3.15 per KW
- Energy Charge .0310 per KWH

Minimum - $10.00 plus 1.50 times the highest load established in the twelve 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 11,423 mills per KWH.

Load - The KW, as shown by or computed from readings on the Corporation demand meter, for the 15-minute period of customer's greatest use during the month, but in no event less than 3 KW.

Taxes - The above rates are subject to all local, state and Federal taxes which are currently in effect, or any taxes which are imposed by laws or ordinances on or after the effective date of this rate schedule.

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 twenty days. A gross bill in the amount of the net bill plus 2½% will be due after twenty (20) days on all bills in excess of $100.00.
CONWAY CORPORATION

Electric Rate Schedule

LARGE GENERAL 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, 60Hz., at one standard delivery voltage required by customer and available at customer's service location.

Net Monthly Rate -

<table>
<thead>
<tr>
<th>Demand Charge</th>
<th>$3.25 per KW</th>
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</thead>
<tbody>
<tr>
<td>Energy Charge</td>
<td>$.0295 per KW</td>
</tr>
</tbody>
</table>

Minimum - The load charge for the current month, but not less than $1.75 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 11.423 mills per KWH.

Load - The KW, as shown by or computed from readings on the Corporation demand meter, for the 15-minute period of customer's greatest use during the month, but in no event less than 100 KW. Load measurement may be made by a KVA demand meter or equivalent, in which event one KVA as registered will be considered as 0.90 KW.

Taxes - The above rates are subject to all local, state and Federal taxes which are currently in effect, or any taxes which are imposed by laws or ordinances on or after the effective date of this rate schedule.

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 twenty (20) days. A gross bill in the amount of the net bill plus 2½ percent will be due after twenty (20) days on all bills in excess of $100.00.

Contract Period - Not less than one year.
CONWAY CORPORATION

Electric Rate Schedule

LARGE POWER 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 -

Demand Charge $3.30 per KW
Energy Charge .0250 per KWH

Minimum - The load charge for the current month, but not less than $1.75 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 11.423 mills per KWH.

Load - The KW, as shown by or computed from the readings on the Corporation's demand meter, for the 15 minute period of customer's greatest use during the month, but in no event less than 1,000 KW. Load measurement may be made by a KVA demand meter or equivalent, in which event one KVA as registered will be considered as 0.90 KW.

Taxes - The above rates are subject to all local, state and Federal taxes which are currently in effect, or any taxes which are imposed by laws or ordinances on or after the effective date of this rate schedule.

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 twenty days. A gross bill in the amount of the net bill plus 2½ percent will be due after twenty (20) days on all bills in excess of $100.00.

Contract Period - Not less than five years.
CONWAY CORPORATION

Electric Rate Schedule Effective Date -

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 -

Demand Charge $3.60 per KW

Energy Charge .0285 per KWH

Minimum - The load charge for the current month but not less than $3.50 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 power hereunder, above or below 11.423 mills per KWH.

Load - The KW, as shown by or computed from the readings on the Corporation demand meter, for the 15 minute period of customer's greatest use during the month.

Taxes - The above rates are subject to all local, state and Federal taxes which are currently in effect, or any taxes which are imposed by laws or ordinances on or after the effective date of this rate schedule.

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 twenty days. A gross bill in the amount of the net bill plus 2½ percent will be due after twenty (20) days on all bills in excess of $100.00.

Contract Period - Not less than five years.
CONWAY CORPORATION

Electric Rate Schedule

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 -

Customer Charge $10.00
Demand Charge 1.90 per KW
Energy Charge .0310 per KWH

Minimum - $10.00 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 11.423 mills per KWH.

Load - The KW, as shown by or computed from readings on the Corporation demand meter, for the 15-minute period of customer's greatest use during the month.

Taxes - The above rates are subject to all local, state and Federal taxes which are currently in effect, or any taxes which are imposed by laws or ordinances on or after the effective date of this rate schedule.

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 twenty days. A gross bill in the amount of the net bill plus 2½ percent will be due after twenty (20) days on all bills in excess of $100.00.
CONWAY CORPORATION

Electric Rate Schedule                     Effective Date -

NIGHT TIME OUTDOOR LIGHTING SERVICE

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

Application - To unmetered automatically controlled outdoor lighting service burning all night. Corporation will install, own, operate and maintain lamp fixtures, including any necessary lamp replacements. All necessary service maintenance and lamp renewals will be furnished at Corporation expense.

Net Monthly Rate -

Nightwatchers (Area Lighting)

   175 watt mercury vapor   $4.68 per month

Floodlighting Service

   400 watt mercury vapor lamp 11.73 per month
   1000 watt mercury vapor lamp 20.08 per month
   250 watt high pressure sodium lamp 13.83 per month
   400 watt high pressure sodium lamp 15.43 per month

Taxes - The above rates are subject to all local, state and Federal taxes which are currently in effect or any taxes which are imposed by laws or ordinances on or after the effective date of this rate schedule.

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 twenty days. A gross bill in the amount of the net bill plus 2½% will be due after twenty (20) days on all bills in excess of $100.00
RESIDENTIAL CONTROLLED AIR CONDITIONING SERVICE

Availability

Available to any customer receiving service under Residential Rate who desires to take service under the conditions specified herein.

Application

Applicable to any customer who has a central air conditioning system with a connected compressor load of 3 Kva or more and agreeing to permit Company to install a control device so that Company can control the operation of the air conditioning compressor during periods of Company's peak load conditions and during emergency conditions.

Credit

The customer will receive a credit of $1.90 per Kva of connected compressor capacity controlled per month for three months. The credit shall be applied to the customer's bill for the billing months of July, August, and September. Said credit shall not exceed 20% of the customer's bill before the application of the credit.

Other Provisions

1. The Company shall have the right to interrupt service to the compressor unit for approximately 15 minutes per hour during peak load conditions from June 1 through September 15 each year or a maximum of 30 minutes per hour during emergency conditions.

2. It is the responsibility of the customer to maintain his air conditioning unit and to keep his unit in good repair and working order.

3. The Company shall not be responsible for repair or maintenance of the customer's air conditioning unit. The Company shall be responsible for the repair and maintenance of the control unit.

4. If there is evidence of alteration or tampering with Company's control unit, Customer will reimburse Company for the cost of replacement or repair of the control unit and the Credit to the Customer's bill during the past six months, if any, and Company may cancel agreement and remove its control unit.

Contract Period

Not less than one year.
COMMERCIAL SERVICE CONTROLLED AIR CONDITIONING SERVICE

Availability - Available upon installation of the appropriate equipment and facilities to any customer receiving service under Rate Schedules other than Residential, and who has a central air conditioning system(s) with a connected compressor load of at least 3 Kva. This rate schedule is limited to customers on whose air conditioning unit(s) the radio control device can be readily installed in the thermostatic control circuit for the air conditioning compressor(s).

Application -

Applicable to any customer receiving service under the rate schedules named in the availability clause above who has a central air conditioning system with a connected compressor load of 3 Kva or more and agreeing to permit Company to install a control device so that Company can control the operation of the air conditioning compressor during periods of Company's peak load conditions and during emergency conditions.

Credit -

The customer will receive a credit of $1.00 per Kva of connected compressor capacity controlled per month for three months. The credit shall be applied to the customer's bill for the billing months of July, August, and September. Said credit shall not exceed 20% of the customer's bill before the application of the credit.

Other Provisions

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Contract Period

Not less than one year.