

SOUTH KENTUCKY R.E.C.C.
SOMERSET, KENTUCKY 42501

* CLASSIFICATION OF SERVICE *

LARGE POWER RATE 3 (500 KW TO 2,999 KW)

SCHEDULE LP - 3

APPLICABLE: Entire Service Area - Applicable to contracts with contract demands of 500 to 2,999 KW with a monthly energy usage equal to or greater than 400 hours per KW of contract demand.

TYPE OF SERVICE: Three phase 60 hertz at voltages as agreed to in the special Contract for Service.

RATES PER MONTH:

Consumer Charge:

The consumer charge is equal to the metering charge plus the substation charge:

- 1. Metering Charge \$ 125.00
- 2. Substation Charge Based on Contract kW
 - a. 500 - 999 kW \$ 315.00
 - b. 1,000 - 2,999 kW \$ 944.00

If retail consumer has provided for the investment in the substation facilities from which it is served, the substation charge does not apply and the only applicable rate is the metering charge.

Demand Charge per KW

Contract demand.....	\$5.39
Excess demand.....	\$7.82

Energy charge per kWh @..... \$0.02496 (R)

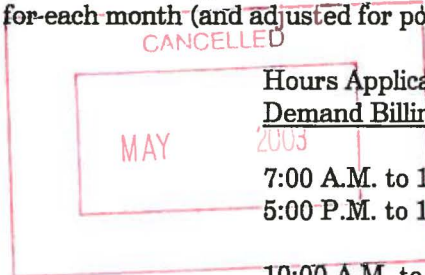
DETERMINATION OF BILLING DEMAND: The billing demand (kilowatt demand) shall be the greater of (a) or (b) listed below:

- (a) The contract demand
- (b) The ultimate consumer's highest demand during the current month coincident with wholesale power suppliers system peak demand. The consumer's peak demand is the highest average rate at which energy is used during any fifteen-minute interval in the below listed hours for each month (and adjusted for power factor as provided herein).

-Months-

October through April

May through September



Hours Applicable For
Demand Billing - E.S.T.

7:00 A.M. to 12:00 Noon
5:00 P.M. to 10:00 P.M.

10:00 A.M. to 10:00 P.M.

MAY 01 1999

SECRETARY OF THE COMMISSION

DATE OF ISSUE: APRIL 14, 1999

DATE EFFECTIVE: MAY 1, 1999

ISSUED BY: Keith Sloan GENERAL MANAGER & C.E.O. Issued by authority of an order of the Public Service Commission of Kentucky in Case No. 98-582 dated March 22, 1999.