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RIDER DSMR

DEMAND SIDE MANAGEMENT RATE

The Demand Side Management Rate (DSMR) shall be determined in accordance with the provisions of Rider DSM, Demand Side Management Cost Recovery Rider, Sheet No. 75 of this Tariff.

The DSMR to be applied to residential customer bills beginning with the August 1997 revenue month is 0.0387 cents per kilowatt-hour.

The DSMR to be applied to non-residential service customer bills beginning with the August 1997 revenue month for distribution service is 0.1612 cents per kilowatt-hour, and 0.0000cents per kilowatt-hour for transmission service.

PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE

JUL 3 1 1997

PURSUANT TO 807 KAR 5.011, SECTION 9 (1)

FOR THE PUBLIC SERVICE COMMISSION

Issued by authority of an Order by the Kentucky Public Service Commission, dated July 7, 1997 in Case No. 95-312.

Issued: July 31, 1997

Effective: July 31, 1997

Issued by W. J. Grealis, President

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