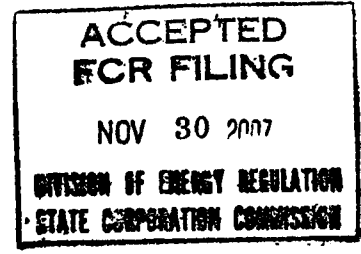


A & N ELECTRIC COOPERATIVE
Tasley, Virginia

**SCHEDULE "AST R"
RESIDENTIAL SERVICE**



AVAILABILITY

Available to any Customer, for service within the new service territory acquired from Delmarva Power and Light Co., desiring permanent electric service for household and other related uses in a single private dwelling or dwelling unit, farmstead, estate and pertinent detached buildings, or synagogue or church buildings in which the sanctuary or principal place of worship is located.

CONTRACT TERM

Residential contracts are on a month-to-month basis until terminated except where the provisions of an applicable rate schedule or the Cooperative's Terms and Conditions, including Appendix E, state otherwise.

MONTHLY RATE

<u>SERVICE CLASSIFICATION</u>	<u>SUMMER</u> Billing Months <u>June Through September</u>	<u>WINTER</u> Billing Months <u>October Through May</u>
	<u>Delivery Service:</u>	
Customer Charge	\$3.84/Month	\$3.84/Month
Distribution Charge		
First 500 kWh Rate	\$0.037569/kWh	\$0.037569/kWh
Excess kWh Rate	\$0.025104/kWh	\$0.027034/kWh
<u>Energy Supply Service: (described below)</u>		
First 500 kWh Rate	\$0.051690/kWh	\$0.051690/kWh
Excess kWh Rate	\$0.049108/kWh	\$0.043716/kWh

Note: The above Delivery Service charges apply to those Customers who have an Electricity Supplier, other than the Cooperative, as their energy provider. The above Delivery Service and Energy Supply Service charges apply to those Customers who have the Cooperative as their energy provider. The Energy Supply Service charges per kWh are based upon a currently estimated ANEC WPCA charge of \$.03783 per kWh. Should the actual ANEC WPCA charge applicable on the effective date of this tariff be less than \$.03783 per kWh, the Energy Supply Service charges per kWh shall be increased by the difference.

ENERGY SUPPLY SERVICE

Until such time that the Customer has the right to purchase its electric supply services from an Electricity Supplier, other than the Cooperative, the Cooperative shall provide the Cooperative's combined Electric Supply & Delivery Service, which includes the Energy Supply Service for the Customer. When the Customer has the right to select an Electricity Supplier and has not exercised that right, then the Cooperative shall be the electricity supplier and shall provide the Cooperative's combined Electric Supply & Delivery Service, which includes the Energy Supply

Service for the Customer. If a Customer has purchased its electric supply services from an Electricity Supplier but wants to change suppliers, that Customer must follow the termination procedures provided in Appendix B of the Cooperative's Terms and Conditions, at part VI. B, for the Customer to have the Cooperative furnish its electric supply services, or to be eligible to be served by a different Electricity Supplier.

PRIMARY DISCOUNT

Where service is supplied and metered at primary voltage and the Customer owns and maintains all transforming, switching, and protective equipment, the monthly Delivery Service bill as calculated in accordance with the standard rate table will be decreased by twenty percent (20%) before the application of any tax imposed by governmental authority upon the Cooperative's sales.

This provision is not available to new or existing Customers effective May 1, 1987.

MINIMUM MONTHLY CHARGE

The Minimum Monthly Charge shall equal the Customer Charge.

WHOLESALE POWER COST ADJUSTMENT CLAUSE

The Wholesale Power Cost Adjustment Clause, as set forth in the Cooperative's Terms and Conditions, shall apply to this rate schedule.

TERMS AND CONDITIONS

The Cooperative's Terms and Conditions for Providing Electric Service, as filed with the Virginia State Corporation Commission and as amended by Appendix E thereto, shall apply to service under this rate schedule.

