ENERGY EFFICIENCY PROGRAM RATE

A. APPLICABILITY

The Energy Efficiency Program ("EEP") rate, calculated pursuant to Rate Schedule EEP, shall apply to the following rate schedules listed below for all incorporated areas served by the Company in its Rio Grande Valley Service Area which includes the incorporated areas of Alamo, Alton, Brownsville, Combes, Donna, Edcouch, Edinburg, Elsa, Harlingen, Hidalgo, La Feria, La Joya, La Villa, Laguna Vista, Los Fresnos, Lyford, McAllen, Mercedes, Mission, Palm Valley, Palmhurst, Palmview, Penitas, Pharr, Port Isabel, Primera, Progreso, Rancho Viejo, Raymondville, Rio Hondo, San Benito, San Juan, Santa Rosa, and Weslaco, Texas.

B. CURRENT EEP RATE

Rate Schedule	Customer Class	*Monthly EEP Rate
10	Residential Service	\$ 0.0292 per Ccf
20	Commercial Service	\$ 0.0023 per Ccf

^{*}The Energy Efficiency Rate will change every three years pursuant to Rate Schedule EEP.