

**CONSERVATION ADJUSTMENT CLAUSE RATE**

**A. APPLICABILITY**

The Conservation Adjustment Clause ("CAC") rate, calculated pursuant to Rate Schedule CAC, shall apply to the following rate schedules listed below for all incorporated areas served by the Company in its Central Texas Service Area which includes Austin, Cedar Park, Kyle, Rollingwood, Sunset Valley and West Lake Hills, Texas.

**B. CURRENT CAC RATE**

<u>Rate Schedule</u>	<u>Customer Class</u>	<u>*Conservation Rate</u>
10	Residential Service	\$ .0205
20	Commercial	\$ .0052
22	Large Volume Commercial	\$ .0254
30	Industrial	\$ .0122
32	Large Volume Industrial	\$ .0000

**\*The Conservation Rate will change annually pursuant to Rate Schedule CAC.**