

ICC DOCKET NO. 08-0264  
Exhibit No. 304  
RATE BES-R  
BASIC ELECTRIC SERVICE-RESIDENTIAL

**APPLICABILITY**

\* This tariff is applicable to any residential retail customer (a) using electric service for residential purposes for which the Company provides bundled electric service; (b) to which the Residential Customer Group, as defined in the Supply Groups section of the Retail Customer Categorizations part of the General Terms and Conditions of the Company's Schedule of Rates, is applicable; and (c) that meets the prerequisites of service, as applicable, provided in the Prerequisites of Service section of this tariff.

Service hereunder is not available to any retail customer to which any customer supply group other than the Residential Customer Group is applicable.

Notwithstanding the aforementioned provisions of this Applicability section, service hereunder is not applicable to any retail customer that elects to be served, and during such time that service is taken, under Rate BES-H - Basic Electric Service-Hourly Energy Pricing (Rate BES-H) or Rate RDS - Retail Delivery Service (Rate RDS).

\* This tariff is not applicable to any retail customer for service provided after the May 2008 monthly billing period.

**DEFINITIONS.**

Definitions of terms used in this tariff are provided in the Definitions part of the General Terms and Conditions of the Company's Schedule of Rates.

**PREREQUISITES OF SERVICE.**

For a situation in which a residential retail customer requesting service hereunder is currently receiving service from the Company under a different tariff, such residential retail customer must fulfill all obligations, except timely payment for service, for which it is responsible under such other tariff prior to terminating service under such other tariff and commencing service hereunder.

**NATURE OF SERVICE.**

**Bundled Electric Service**

\* Bundled electric service is the provision to retail customers of electric power and energy by the Company in accordance with the terms of this Bundled Electric Service subsection. Such provision includes (1) procurement of full requirements electric supply, including applicable transmission services and ancillary transmission services, in accordance with applicable supplier forward contracts (SFCs); (2) procurement of any other transmission services and ancillary transmission services necessary in order to provide electric power and energy to retail customers served hereunder in accordance with applicable tariffs on file with the Federal Energy Regulatory Commission (FERC); (3) delivery of the electric power and energy via the Company's distribution facilities, including the provision of reactive power and voltage support using distribution facilities, at the rates and subject to the terms, conditions, and limitations provided for in the Company's tariffs on file with the Illinois Commerce Commission (ICC); and (4) the Company's standard metering and billing that are necessary to permit eligible retail customers to receive service hereunder as permitted by law and by tariffs approved by the ICC and the FERC. No component of bundled electric service may be provided to a retail customer by a third party, and components of this bundled electric service are not available separately from the Company under this tariff.

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**NATURE OF SERVICE (CONTINUED).**

**Electrical Characteristics of Service**

The electrical characteristics of the bundled electric service provided to a residential retail customer served hereunder are comparable to the electrical characteristics of the electric power and energy provided or delivered to other residential retail customers taking service under other tariffs included in the Company's Schedule of Rates. Such characteristics are described in the Electrical Characteristics section of the Nature of Service part of the General Terms and Conditions of the Company's Schedule of Rates.

**Service and Facilities**

Standard service and distribution and meter-related facilities provided by the Company for a residential retail customer served hereunder are determined in accordance with the provisions of the General Terms and Conditions and other applicable tariffs in the Company's Schedule of Rates.

Notwithstanding the preceding provisions of this Service and Facilities subsection, if larger, more, or different services or distribution or meter-related facilities than those needed to provide standard electric service to the residential retail customer are in place, required or requested by the residential retail customer, and such services or facilities are reasonably and technically feasible, and can be furnished, installed, operated, replaced, and maintained with no significant adverse impact on the Company's system with respect to reliability or efficiency, such services or facilities are furnished, installed, owned, operated, replaced, and maintained by the Company, provided the Company is allowed to recover from the residential retail customer the costs of furnishing, installing, owning, operating, replacing, and maintaining such services or facilities in accordance with its provisions for providing nonstandard services and facilities in the Company's Schedule of Rates, including but not limited to the provisions of the General Terms and Conditions, Rider DE - Distribution System Extensions (Rider DE), Rider NS - Nonstandard Services and Facilities (Rider NS), and Rider ML - Meter-Related Facilities Lease (Rider ML).

For a situation in which the Company relocates or removes Company facilities in accordance with a residential retail customer's requirements or request, such relocation or removal is performed in accordance with the provisions for providing nonstandard services and facilities.

**MONTHLY CHARGES.**

A residential retail customer served hereunder is subject to each charge described in this Monthly Charges section for each monthly billing period.

**Customer Charge**

The Customer Charge is applicable to the residential retail customer for the monthly billing period and is equal to the Customer Charge in Rate RDS for the delivery class applicable to the residential retail customer for the monthly billing period.

**Standard Metering Service Charge**

The Standard Metering Service Charge is applicable to the residential retail customer for the monthly billing period and is equal to the Standard Metering Service Charge in Rate RDS for the delivery class applicable to the residential retail customer for the monthly billing period.

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**MONTHLY CHARGES (CONTINUED).**

**Distribution Facilities Charge**

The Distribution Facilities Charge is applicable to each kilowatt-hour (kWh) provided to the residential retail customer during the monthly billing period and is equal to the Distribution Facilities Charge in Rate RDS for the delivery class applicable to the residential retail customer for the monthly billing period.

\* **Transmission Services Charge**

The Transmission Services Charge (TSC) is applicable to each kWh provided to the residential retail customer during the monthly billing period and is equal to \$0.00415/kWh.

The TSC is determined in accordance with the terms and conditions of applicable tariffs on file with the FERC. Within thirty (30) calendar days of the date of an order from the FERC in a transmission rate proceeding approving new or revised charges that would result in more than a three percent (3%) increase or 3% decrease in the currently applicable TSC, the Company must file with the ICC, for informational purposes, an adjusted TSC applicable for the period beginning with the monthly billing period starting after the later of (a) the date of the FERC's order, or (b) the effective date of such new or revised charges approved by the FERC, and extending through the May 2008 monthly billing period. Any such adjusted TSC filed with the ICC for informational purposes must include work papers detailing the determination of such adjusted TSC based upon the terms and conditions of applicable tariffs on file with the FERC.

\* **Supply Charges**

The Summer Supply Charge or the Nonsummer Supply Charge for the customer supply subgroup applicable to the residential retail customer is applicable to each kWh provided to the residential retail customer during each monthly billing period included in the Summer Period or the Nonsummer Period, respectively. The Summer Supply Charge and Nonsummer Supply Charge are as follows:

Summer Supply Charge	\$/kWh
Residential Non-Electric Space Heating Customer Subgroup	\$0.07320
Residential Electric Space Heating Customer Subgroup	\$0.04935
Nonsummer Supply Charge	\$/kWh
Residential Non-Electric Space Heating Customer Subgroup	\$0.07149
Residential Electric Space Heating Customer Subgroup	\$0.04419

The Residential Non-Electric Space Heating Customer Subgroup and the Residential Electric Space Heating Customer Subgroup are as described in the Miscellaneous General Provisions of this tariff.

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**MONTHLY CHARGES (CONTINUED).**

\* **Accuracy Assurance Factor**

The Accuracy Assurance Factor (AAF) is applicable to each kWh provided to the residential retail customer during the monthly billing period and is equal to the B-AAF determined in accordance with the provisions of Rider AAF - Accuracy Assurance Factor (Rider AAF).

**Supply Administration Charge**

The Supply Administration Charge is applicable to the residential retail customer for the monthly billing period and is equal to \$0.03.

**Nonstandard Services and Facilities Charge**

If the Company provides services or distribution facilities for the residential retail customer served hereunder that are different from or in addition to a standard service or distribution facilities installation, certain of such services or distribution facilities are provided and charged for through a monthly amount applicable to such residential retail customer for the monthly billing period and computed in accordance with the provisions of Rider NS.

**Nonstandard Meter-Related Facilities Charge**

If the Company provides meter-related facilities to the residential retail customer served hereunder that are different from or in addition to facilities included in a standard metering installation, such meter-related facilities are provided and charged for through a rental amount applicable to such residential retail customer for the monthly billing period and computed in accordance with the provisions of Rider ML.

**Other Generally Applicable Charges**

The Company's Schedule of Rates of which this tariff is a part includes General Terms and Conditions and riders that include other generally applicable charges. Service hereunder is subject to such General Terms and Conditions, riders, and other generally applicable charges.

**Late Payment Charge**

The Late Payment Charge as described in the Billing and Payment part of the General Terms and Conditions of the Company's Schedule of Rates is applicable to all charges applied in accordance with the provisions of this tariff.

**OTHER CHARGES.**

In the event that (a) Rider RRS - Residential Rate Stabilization Program (Rider RRS) is terminated as described in the last paragraph of the Early Termination section of Rider RRS, and (b) the mechanism to recover any balance in the Regulatory Asset Account (RAA) established to account for credits provided to residential retail customers participating in the Residential Rate Stabilization (RRS) Program in the years 2007, 2008, and 2009 in accordance with the RRS Program approved by the ICC in Docket No. 06-0411 through the application of RRS Adjustments computed in accordance with the provisions of Rider RRS is also terminated, then the Company recovers such balance in accordance with the following procedure:

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**OTHER CHARGES (CONTINUED).**

- \* 1. For each of the Residential Non-Electric Space Heating Subclass and the Residential Electric Space Heating Subclass, as defined herein, the balance in the RAA attributable to such subclass at the time of the termination of Rider RRS is increased by an amount, in \$, equal to the carrying charges expected to accrue to such balance over the period of time that extends from the date of the termination of Rider RRS to the start of the first monthly billing period that begins no earlier than fifteen (15) calendar days after the termination of Rider RRS. Such increased amount is further increased by an amount, in \$, equal to the carrying charges expected to accrue with respect to the expected monthly balances in the RAA attributable to such subclass over an amortization period of the lesser of (a) the number of months equivalent to the number of monthly billing periods during which RRS Adjustments had been applicable prior to such termination of Rider RRS, or (b) six (6) months. Carrying charges are determined at an annual rate of 3.25%. Such balance, increased by such carrying charges, is the overall amount to be recovered from residential retail customers that had been participating in the RRS Program to which such subclass is applicable. This amount, in \$, is the Subclass Recovery Amount;
- 2. The Subclass Recovery Amount is divided by the kWhs expected to be delivered to residential retail customers that had been participating in the RRS Program to which such subclass is applicable during the number of monthly billing periods equivalent to the number of months in the amortization period described in Item 1 of this procedure, commencing with the first monthly billing period that begins no earlier than fifteen (15) calendar days after the termination of Rider RRS. The resultant unit amount is multiplied by one hundred (100) to obtain the RAA Adjustment applicable for residential retail customers that had been participating in the RRS Program to which such subclass is applicable, in ¢/kWh. Such RAA Adjustment cannot be a credit;
- \* 3. The RAA Adjustment is applied to each kWh delivered to residential retail customers that had been participating in the RRS Program to which such subclass is applicable during the number of monthly billing periods equivalent to the number of months in the amortization period described in Item 1 of this procedure commencing with the first monthly billing period that begins no earlier than fifteen (15) calendar days after the termination of Rider RRS. To the extent that such monthly billing periods extend beyond the May 2008 monthly billing period, the RAA Adjustment continues to be applicable for any such remaining monthly billing periods in accordance with the provisions of Rate BES - Basic Electric Service (Rate BES);
- \* 4. Amounts collected through the application of the RAA Adjustment reduce the RAA attributable to such subclass.

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**OTHER CHARGES (CONTINUED).**

- \* Notwithstanding the previous provisions of this procedure, for a situation in which the remaining net balance in the RAA attributable to a residential retail customer is less than the amount that would be charged to such residential retail customer through the application of the RAA Adjustment, the net balance in the RAA attributable to such residential retail customer is such residential retail customer's Final Adjustment and is applied to such residential retail customer's monthly electric service bill, after which such residential retail customer is no longer subject to the RAA Adjustment. Neither the RAA Adjustment nor the Final Adjustment is applied for the purposes of back billing or bill adjustments or any purpose whatsoever after the end of the monthly billing period during which the Final Adjustment is applied.

The RAA Adjustments and Final Adjustments determined in accordance with the aforementioned procedure must be submitted by the Company to the ICC in an informational filing no later than the twentieth day of the month preceding the monthly billing period during which each such adjustment, as applicable, is applied to kWhs delivered to residential retail customers that had been participating in the RRS Program or as a single charge to such residential retail customer. Each such filing must include supporting work papers providing documentation of the computation of such adjustment.

For the aforementioned purpose of recovering any balance in the RAA, the Residential Non-Electric Space Heating Subclass consists of residential retail customers to which either the Residential Single Family Without Electric Space Heat Delivery Class or the Residential Multi Family Without Electric Space Heat Delivery Class is applicable, and the Residential Electric Space Heating Subclass consists of residential retail customers to which either the Residential Single Family With Electric Space Heat Delivery Class or the Residential Multi Family With Electric Space Heat Delivery Class is applicable.

For the aforementioned purpose of recovering any balance in the RAA, residential retail customers that had been participating in the RRS Program include only those residential retail customers that were participating in the RRS Program in accordance with Rider RRS and for which participation in such program had not terminated prior to the termination of Rider RRS.

**MEASUREMENT OF POWER AND ENERGY PROVIDED.**

Electric power and energy provided to a residential retail customer served hereunder are measured in accordance with the provisions of the Measurement of Energy and Demand subsection of the Continuing Electric Service section of the Billing and Payment part of the General Terms and Conditions of the Company's Schedule of Rates.

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**TERM OF SERVICE.**

\* **Commencement of Service**

Service under this tariff does not commence until the residential retail customer fulfills all applicable prerequisites of service provided in the General Terms and Conditions of the Company's Schedule of Rates. Service hereunder does not commence until all applicable prerequisites of service as provided in the Prerequisites of Service section of this tariff are met. Service hereunder commences only for a retail customer to which the Residential Customer Group is applicable.

A residential retail customer's term of service hereunder commences when the Company begins to provide service hereunder.

For a situation in which an applicant for electric service at a premises (a) has never received any tariffed service from the Company; (b) requests electric service from the Company to begin prior to the start of the June 2008 monthly billing period; (c) has expected electric power and energy requirements such that, in the Company's judgment, the Residential Customer Group would be applicable to such applicant; and (d) has not requested or is not in compliance with the prerequisites of service under Rate BES-H or Rate RDS, such applicant commences service hereunder, and is designated as a residential retail customer when the Company begins to provide electric service to such applicant.

**Termination of Service**

If a residential retail customer has been taking service hereunder on a continuous basis commencing January 2, 2007, such residential retail customer may elect to terminate service hereunder and obtain electric power and energy supply service from a Retail Electric Supplier (RES). In making such election, the provision of service hereunder terminates and the provision of service from the Company under Rate RDS commences, effective on the Company's next normally scheduled meter reading or billing cycle date for such residential retail customer, provided such effective date is at least seven (7) calendar days after the Company receives a valid and applicable Direct Access Service Request (DASR) for such residential retail customer and such residential retail customer is in compliance with all the prerequisites of service under Rate RDS.

If a residential retail customer has been taking service hereunder on a continuous basis commencing after January 2, 2007, but such residential retail customer had never received service from the Company under any tariff prior to commencing service hereunder, such residential retail customer may elect to terminate service hereunder and obtain electric power and energy supply service from a RES in accordance with the provisions of the previous paragraph.

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**TERM OF SERVICE (CONTINUED).**

**Termination of Service (Continued)**

If a residential retail customer has been taking service hereunder on a continuous basis commencing January 2, 2007, such residential retail customer may elect to terminate service hereunder and obtain service under Rate BES-H, provided such residential retail customer fulfills all prerequisites of service under Rate BES-H.

If a residential retail customer has been taking service hereunder on a continuous basis commencing after January 2, 2007, but such residential retail customer had never received service from the Company under any tariff prior to commencing service hereunder, such residential retail customer may elect to terminate service hereunder and obtain service under Rate BES-H, provided such residential retail customer fulfills all prerequisites of service under Rate BES-H.

\* If a residential retail customer commenced or commences service hereunder after January 2, 2007, and such residential retail customer had received service from the Company under a different tariff prior to such commencement date, then such residential retail customer must continue to take service under a bundled electric service tariff that does not have hourly energy pricing for a period of at least twelve (12) consecutive monthly billing periods.

\* Notwithstanding the provisions of the previous paragraph, if a residential retail customer commenced or commences service hereunder after January 2, 2007, and such residential retail customer had received service from the Company under Rate RDS prior to such commencement date, but the switch from service under Rate RDS to this tariff was a direct result of such residential retail customer's RES ceasing to do business as a RES in the Company's service territory, then such residential retail customer is not required to continue to take service hereunder for a period of at least twelve (12) consecutive monthly billing periods.

If a customer supply group other than the Residential Customer Group becomes applicable to the retail customer, service hereunder is terminated.

\* If a residential retail customer is taking service hereunder through the end of its May 2008 monthly billing period and has not requested or has not met the prerequisites of service, as applicable, to switch to Rate RDS or Rate BES-H at the start of such residential retail customer's June 2008 monthly billing period, then such residential retail customer is switched to Rate BES at the start of its June 2008 monthly billing period.

\* In the event that the residential retail customer terminates service from the Company under this tariff and does not elect to obtain service from the Company under any other tariffed service at its premises due to the fact that such residential retail customer is vacating the premises, service hereunder continues for not more than ten (10) days, and in no event after the May 2008 monthly billing period, after the date such residential retail customer vacates the premises, provided the residential retail customer provides timely notice to the Company to terminate service hereunder at such premises.

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**MISCELLANEOUS GENERAL PROVISIONS.**

- \* The Residential Electric Space Heating Customer Subgroup includes residential retail customers that were eligible to take service on January 1, 2007, under the then effective Rate 14 - Residential Service - Space Heating Customers (Rate 14), and any successor to such residential retail customer. The Residential Non-Electric Space Heating Customer Subgroup includes all other residential retail customers to which the Residential Customer Group is applicable.

Provisions regarding credit requirements, deposits, billing, and payment for service provided hereunder are included in the General Terms and Conditions of the Company's Schedule of Rates.

Provisions regarding the disconnection and reconnection of electric service provided hereunder for safety or other reasons are included in the Disconnection and Reconnection part of the General Terms and Conditions of the Company's Schedule of Rates.

Provisions addressing the resolution of disputes between the Company and a residential retail customer that involve the performance, breach, or alleged breach of any obligation under this tariff, or under any rider applicable to this tariff, or under any contract entered into under this tariff or applicable rider, are included in the Dispute Resolution part of the General Terms and Conditions of the Company's Schedule of Rates.

Nothing in this tariff precludes a nonresidential entity that shares occupancy of a residential retail customer's premises from being served as a separate retail customer under a tariff applicable or available to nonresidential retail customers.

The Company's Schedule of Rates of which this tariff is a part includes General Terms and Conditions and riders. Service hereunder is subject to the General Terms and Conditions and the riders applicable to this tariff.