

ELECTRIC TARIFF

RULES, REGULATIONS AND CONDITIONS OF SERVICE

21. APPLICATION OF RULES AND REGULATIONS-CONFLICTS:

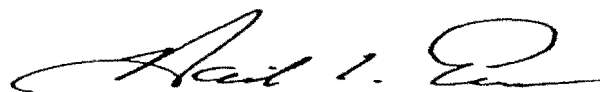
Application of Rules and Regulations: All Service Agreements at present in effect or that may be effective in the future are made expressly subject to these Rules and Regulations and any modifications hereof that may be lawfully made.

Conflicts: In case of conflict between any provision of a Rate Schedule, a Service Agreement, these Rules and Regulations, or the rules and regulations of a legally constituted regulatory body, the provision of the rules and regulations of the regulatory body takes precedence, followed by the provision of the Rate Schedule, the provisions of these Rules and Regulations, and in turn the provision of the Service Agreement.

PUBLIC UTILITY COMMISSION OF TEXAS
APPROVED

JUL 27 '07 DOCKET 32766

CONTROL # _____



PRESIDENT AND CEO,
SOUTHWESTERN PUBLIC SERVICE COMPANY