



Lubbock Power & Light

**For Immediate Release
February 28, 2008**

Contact: Chris Sims
(806) 775.2502

LP&L Board Announces Electric Customer Rebates for Second Year in a Row

LUBBOCK, Texas – Lubbock Power & Light's (LP&L) Board of Directors announced Thursday morning that the municipally-owned electric utility is in the process of returning \$1 million dollars to its electric customers.

W.R. Collier, chairman of the Board of Directors, made the announcement saying, "We've had another good year and we think it's a good thing to do for our customers. It's good to be able to do this while also giving our customers the lowest rates in town and one of the lowest rates in Texas". LP&L's electric customers pay rates that are discounted lower than the competition's rates in Lubbock.

The rebates will be based on customer usage of electricity from October 1, 2006 through September 30, 2007. To maximize the amount of the rebate and reduce costs for check printing and mailing, most customers will see a rebated amount on their March bill, and a few customers who use a lot of electricity will receive a check. "Most individual residential rebates will be less than \$15," said Gary Zheng, CEO/President of LP&L.

"The entire city will feel an impact as the multiplier effect of the money flowing back into the city's economy reaches out to local business," Collier added.

In November 2004, 83% of the voters approved a change in the City Charter to establish a separate Council-appointed Board to oversee LP&L. Under the new structure, the LP&L Board was given complete authority to manage the operations of the utility. The City Council retained the authority to approve electric rates, approve the LP&L budget, and exercise the powers of eminent domain for the utility and issue bonds and other debt secured by tax revenues or utility revenues or assets. In just three years, the change has put LP&L back on sound financial footing including rebuilding its reserves to \$33 million, which will have a positive effect on the City of Lubbock's bond rating.

For more information, contact: Chris Sims, LP&L, 806.775.2502.