

**Exhibit K**  
**Fixed-Rate Spreads**

**First Mortgage Bonds:**

The interest rate on First Mortgage Bonds will be determined at the time of issuance. The proposed maximum Spread over the applicable treasury security for various maturities is listed below. The First Mortgage Bonds may have a feature that allows redemption prior to maturity at specified prices.

<b>Greater Than or Equal To</b>	<b>Less Than</b>	<b>Maximum Spread Over Benchmark Treasury Yield<sup>1</sup></b>
10 years	11 years	+ 260 basis points <sup>2</sup>
15 years	20 years	+ 270 basis points
20 years	30 years	+ 280 basis points

- 
- 1 The Benchmark Treasury Yield, with respect to any maturity range, means the yield to maturity of that issue of direct obligations of the United States which, out of all actively traded issues of such obligations with a remaining term to maturity within such maturity range, is generally considered by dealers in such obligations to be the standard for such obligations whether Federal, state or corporate, with approximately the same remaining terms to maturity.
  - 2 Basis point is defined as one-hundredth of a percentage point; i.e. 100 basis points equals 1 percent.