

**RIDER "A"**

**POWER SUPPLY COST ADJUSTMENT APPLICABLE  
TO CITY'S ELECTRIC RATE SCHEDULES**

**APPLICABILITY:** The Power Supply Cost Adjustment set forth herein shall apply to the City's Electric Rate Schedules that are subject to this Rider "A". The applicable adjustment shall be applied to the Total kWh billed to the Consumer for the meter reading period that the City determines as most nearly corresponding to the meter reading period(s) set forth in the City's purchased power billings from its supplier(s).

**BASE POWER SUPPLY COST:** The rates and charges set forth in the City's Rate Schedules are based on the cost of the City's power supply requirements as furnished by the power supplier which the City is purchasing from. The Base Power Supply Cost included in the City's Rate Schedules is \$0.0690 per kWh.

**MONTHLY DETERMINATION OF POWER SUPPLY COST ADJUSTMENT:** Each month, the City's Power Supply Cost adjustment shall be determined as follows:

- (a) The City's running three month average Power Supply Cost per kWh shall be determined to 4 decimal places by dividing (1) the sum of the most recent three month's total purchased power billings from all power suppliers, including development costs associated with future power supply resources, by (2) the total energy delivered to the City over the same three month period.
- (b) The Base Purchased Power Cost of \$0.0690 per kWh shall then be subtracted from the Monthly Power Supply Cost determined in (a) above.
- (c) The Power Supply Cost Adjustment per kWh shall be determined by multiplying the differential derived in (b) by 1.10 to compensate for the City's Distribution System Losses.