IURC Electric Service Tariff Original Volume No. 12

Cancelling All Previously Approved Tariffs

RIDER 670 ADJUSTMENT OF CHARGES FOR COST OF FUEL RIDER

No. 1 of 1 Sheet

TO WHOM AVAILABLE

This Rider shall be applicable to the Rate Schedules as defined in Appendix A.

RATE

A. Energy use under all Rate Schedules included in this Tariff are subject to charges for fuel cost and such charges shall be increased or decreased to the nearest 0.001 mill (\$.000001) per KWH in accordance with the following:

Adjustment Factor = (F/S) - 0.028729

where:

- 1. "F" is the estimated expense of fuel based on a three-month average cost beginning with the month immediately following the twenty-day period allowed by the Commission in IC 8-1-2-42 (b) and consisting of the following costs:
 - (a) the average cost of fossil fuel consumed in the Company's own plants, such cost being only those items listed in Account 151 of the Federal Energy Regulatory Commission's Uniform System of Accounts for Class A and B Public Utilities and Licensees; and
 - (b) Purchased Power Costs; and
 - (c) Fuel-related Midwest ISO charge types; and
 - (d) 25 percent (25%) of costs associated with credits paid for interruptible load; and
 - (e) Other costs approved by the Commission for recovery.
- 2. "S" is the 3-month KWH sales forecast for each Rate Schedule.
- B. The fuel cost charge as computed above shall be further modified to allow the recovery of gross receipts taxes and other similar revenue based tax charges occasioned by the fuel cost charge revenues.
- C. The fuel cost charge shall be further modified to reflect the difference in the estimated incremental fuel cost billed and the incremental fuel cost actually experienced during the first and succeeding billing cycle month(s) or calendar months(s) in which such estimated incremental fuel cost was billed for those months not previously reconciled.
- D. See Appendix B for fuel cost charge.

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