RIDER 574
ADJUSTMENT OF CHARGES FOR RESOURCE ADEQUACY

TO WHOM AVAILABLE

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

ADJUSTMENT OF CHARGES FOR RESOURCE ADEQUACY FACTOR

Energy Charges in the Rate Schedules are subject to adjustment to reflect the recovery of the cost of Capacity Purchases. Such charges shall be increased or decreased to the nearest 0.001 mill ($.000001) per kWh in accordance with the following:

$$\text{RA Factor} = (C \times Pd) / S$$

Where:

"RA" is the rate adjustment for each Rate Schedule.
"C" equals the total Capacity Purchases and Sales.
"Pd" represents the Production Demand Allocation percentage for each Rate Schedule.
"S" is the 6-month kWh sales forecast for each Rate Schedule.

RA ADJUSTMENT FACTOR

The Rate Schedules identified in Appendix A are subject to an RA Factor. The RA Factors stated in Appendix F are applicable hereto and are issued and effective at the dates shown on Appendix F.

The RA Factors as computed above shall be further modified to allow for the recovery of the RA revenue requirement reconciled with actual sales and revenues. The RA Factors per kWh charge for each Rate Schedule are shown on Appendix F.