

RIDER 674
ADJUSTMENT OF CHARGES FOR RESOURCE ADEQUACY

No. 1 of 1 Sheet

TO WHOM AVAILABLE

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

CHARGES FOR RESOURCE ADEQUACY FACTOR

Energy Charges in the Rate Schedules included in this Tariff are subject to charges to reflect the recovery of capacity purchases and 75 percent (75%) of costs associated with credits paid for interruptible load. Such charges shall be increased or decreased to the nearest 0.001 mill (\$.000001) per KWH in accordance with the following:

$$\text{RA Factor ("RA")} = ((C+I) \times P) / S$$

Where:

- "RA" is the rate adjustment for each Rate Schedule.
- "C" equals the total Capacity Purchase.
- "I" 75 percent (75%) of costs associated with credits paid for interruptible load.
- "P" 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 rates defined in Appendix A are subject to a Resource Adequacy (RA) Factor. The RA Adjustment Factor stated in Appendix F is applicable hereto and is issued and effective at the dates shown on Appendix F.

The RA 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 RA revenues and later reconciled with actual sales and revenues.

See Appendix F for RA per KWH charge for each Rate Schedule.