Cost of Energy Avoided through MEEIA Program Higher than Base Factor Cost

Determination of Base Factor (Rate Case)

Normal Fuel Costs	$1,500.00	Average Energy Cost:	$ 0.02000	$/kWh
Normal Generation Revenue	($1,650.00)	Cost of Energy Avoided:	$0.03000	$/kWh
Normal Net Market	($150.00)			
Normal Load Cost	$2,000.00			
Normalized Cost	**$1,850.00**			
Normalized load	100,000 kWh			
Base Factor (BF)	**$0.01850 $/kWh**			

Accumulation Period	AP 1	AP 2	AP 3	AP 4
Actual Fuel Costs	$1,500.00	$1,500.00	$1,500.00	$1,500.00
Actual Generation Revenue	($1,650.00)	($1,650.00)	($1,650.00)	($1,650.00)
Net Market	($150.00)	($150.00)	($150.00)	($150.00)
Actual Load Cost	$2,000.00	$1,970.00	$1,850.00	$1,910.00
Actual Net Energy Costs (ANEC)	**$1,850.00**	**$1,820.00**	**$1,700.00**	**$1,760.00**
Actual Load	100,000 kWh	99,000 kWh	95,000 kWh	97,000 kWh
Net Base Energy Cost (NBEC)	**$1,850.00**	**$1,831.50**	**$1,757.50**	**$1,794.50**

FAC rate for next period

	AP 1	AP 2	AP 3	AP 4
ANEC - NBEC	$0.00	($11.50)	($57.50)	($34.50)
Customer's share (95%)	$0.00	($10.93)	($54.63)	($32.78)
Company's share (5%)	$0.00	($0.58)	($2.88)	($1.73)
Projected Load	100,000 kWh	100,000 kWh	100,000 kWh	100,000 kWh
FAC rate	**$0.00000 $/kWh**	**($0.00011) $/kWh**	**($0.00055) $/kWh**	**($0.00033) $/kWh**
Participant Usage	10,000 kWh	9,000 kWh	5,000 kWh	7,000 kWh
Non-Participants Usage	90,000 kWh	90,000 kWh	90,000 kWh	90,000 kWh
Participant Charged*	$185.00	$166.50	$91.95	$125.65
Non-Participants Charged*	$1,665.00	$1,665.00	$1,655.10	$1,615.50
Total Charged	$1,850.00	$1,831.50	$1,747.05	$1,741.15

(Benefit)/Cost

	AP 1	AP 2	AP 3	AP 4
Participant	**$0.00**	**($18.50)**	**($93.05)**	**($59.35)**
Non-Participants	**$0.00**	**$0.00**	**($9.90)**	**($49.50)**
Company	**$0.00**	**($0.58)**	**($2.88)**	**($1.73)**

* Does not include cost of the MEEIA program

Schedule LMM-R-6