

LINCOLN COUNTY POWER DISTRICT NO. 1

RATE SCHEDULE

PURCHASED POWER ADJUSTMENT CLAUSE

APPLICABILITY:	Applicable to all customers served by the Lincoln County Power District No. 1.
PURPOSE:	Rates charged by the Lincoln County Power District No. 1 for electric service are based upon the cost of power from the Boulder Canyon Project. Under most operating conditions power from the Boulder Canyon Project is sufficient to meet the electric energy and demand needs of the customers of the Lincoln County Power District No. 1. Under certain conditions, including periods of drought in the Colorado River basin, power available from the Boulder Canyon Project is not sufficient to meet the needs of the Lincoln County Power District No. 1 and its customers. Under these conditions the Lincoln County Power District No. 1 must purchase power from additional sources. The purpose of this Purchased Power Adjustment Clause is to allow the Lincoln County Power District No. 1 to recover the additional cost of these supplemental power purchases which are not included in its base rates.
IMPLEMENTATION:	The Purchased Power Adjustment Clause shall be implemented prior to each period of time during which it is forecast that the Lincoln County Power District No. 1 will purchase power from sources other than the Boulder Canyon Project (Implementation Period) in excess of that forecast in the 2013 Cost of Service Study and Rate Design. The first Implementation Period shall cover the period June 1, 2013 and extend through May 31, 2014. Thereafter, the Implementation Period shall be a consecutive twelve month period, commencing June 1 and extending through May 31.
RATE FORMULATION:	<p>The Purchased Power Adjustment Rate to be assessed when the Purchased Power Adjustment Clause is implemented shall be determined by the following formula:</p> $PPAR = (FPC_{Non-BCP} - BasePC_{RS} - AAA) / FES$ <p>PPAR = Purchased Power Adjustment Rate during the Implementation Period.</p> <p>$FPC_{Non-BCP}$ = The forecasted total cost of power purchased from sources other than the Boulder Canyon Project during the Implementation Period.</p> <p>$BasePC_{RS}$ = The forecasted total cost of power from sources other than the Boulder Canyon Project for the Implementation Period as included in the 2013 Cost of Service Study and Rate Design. The $BasePC_{RS}$ for fiscal year ending 2014 shall be \$320,810; for fiscal year ending 2015 shall be \$344,629; for fiscal year ending 2016 shall be \$385,315; and for fiscal year ending 2017 shall be \$400,764.</p> <p>AAA = The Annual Adjustment Amount for the prior Implementation Period as determined later in this rate schedule.</p> <p>FES = The forecast sum total of energy sales, in kilowatthours, of the customers of the Lincoln County Power District No. 1 during the Implementation Period.</p>

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RATE:	The PPAR shall be \$0.00000/kWh for each month of the Implementation Period from the effective date of this rate schedule through May 31, 2014. Thereafter it shall be annually calculated per this rate schedule.
PPAR BILLING AMOUNT:	The PPAR Billing Amount shall determined by multiplying the PPAR by each customer's actual energy purchased, in kilowatthours, during each billing period of the Implementation Period.
BILLING:	The PPAR Billing Amount shall be included on each customer's monthly bill for electric service during the Implementation Period. Each bill shall show the PPAR, the customer's applicable energy usage, and the PPAR Billing Amount.
ACCOUNTING:	The Lincoln County Power District No. 1 shall maintain records of all revenues received from implementation of the PPAR and records of the actual cost of power from sources other than the Boulder Canyon Project .
ANNUAL ADJUSTMENT FORMULATION:	<p>Prior to the end of each Implementation Period during which the PPAR is greater than zero, the Lincoln County Power District No. 1 shall determine if it has or has not collected sufficient revenues from implementation of the PPAC to fund the actual cost of power from sources other than the Boulder Canyon Project to serve customers of the Lincoln County Power District No. 1. If the Lincoln County Power District No. 1 has over collected or under collected revenues during the Implementation Period, an adjustment shall be made to the PPAR for the following Implementation Period. The adjustment shall not include interest on over collections.</p> <p>The Annual Adjustment Amount shall be determined by the following formula:</p> $AAA = APPAR - (APC_{Non-BCP} - BasePC_{RS})$ <p>APPAR = The actual revenue received from the PPAR during the prior Implementation Period.</p> <p>APC_{Non-BC} = The actual total cost of power purchased from sources other than the Boulder Canyon Project during the prior Implementation Period.</p>
AAA AMOUNT:	The Annual Adjustment Amount shall be \$0.00 for each month of the Implementation Period from the effective date of this rate schedule through May 31, 2014. Thereafter it shall be annually calculated per this rate schedule.



Date Adopted: October 14, 2013

Date Effective: November 1, 2013

Issued By: _____
 John W. Christian
 President