

APPENDIX A

RATE SCHEDULE PCA
POWER COST ADJUSTMENT CLAUSE

APPLICATION:

This Power Cost Adjustment Clause is applicable to and becomes a part of all of Warren County Rural Electric Membership Corporation's retail rate schedules and is applicable to all sales thereunder.

BILLING:

The Power Cost Adjustment (PCA) in dollars per kilowatt-hour shall be calculated each month. The PCA shall be determined each month as follows:

$$F = A/B - \text{Base Rate} + R + \text{Margin Adjustment}$$

Where:

F = Power Cost Adjustment (PCA)

A = Total dollars of purchased power costs for the preceding 12 billing months calculated at the current wholesale rate

B = Retail sales for the preceding 12 billing months

R = (Over)/Under Recovery (See below)

The Base Rate for this calculation is \$0.08533

Margin Adjustment = \$0.0075

Over/(Under) Recovery Calculation

After each 12 month period ended in June of each year, a charge/(credit) per kilowatt hour shall be determined to be added to the customer's monthly rate to account for the difference in Cooperative's actual purchased power cost for the 12 month period and the amount it billed customers for purchased power through base rates plus the PCA. The charge shall be implemented with the PCA taking effect in January in each year. The charge/(credit) shall remain in effect for the following 10 months. The (over)/under recovery amount per kilowatt-hour shall be determined in the following manner:

$$R = (PPB + BAL - PPR)/S$$

Where:

R = (Over)/Under Recovery Factor per kilowatt-hour

PPB = Purchased Power Cost billed to Cooperative from its power supplier for the 12 month period

BAL = $(PPB - PPR + BAL) - (R * S)$ from the previous 12 month period

PPR = Purchased Power Cost recovered from customers through the application of base rates and the PCA

S = Estimated kWh Sales for 10 month billing period

EFFECTIVE JUNE 1, 2020 USAGE
REVISED DECEMBER 1, 2002
REVISED NOVEMBER 8, 2024