

NAME OF UTILITY CHOCTAWHATCHEE ELECTRIC COOPERATIVE, INC WHOLESALE POWER ADJUSTMENTWPA

APPLICABILITY – To be added to the monthly rate of each filed rate in which reference is made to WPA.

CALCULATION – The Wholesale Power Adjustment (WPA) in dollars per kilowatt-hour shall be determined as follows:

$$F = A/B - 0.05258 \times 1/(1 - L) + R$$

Where:

F = Wholesale Power Adjustment (WPA)

A = Total dollars of purchased power costs for the 12 months ending with the current month determined by applying the purchased power supplier's current month rates to the 12 month period.

B = Applicable sales for the 12 months ending with the current month.

L = Total energy loss of the Cooperative for the preceding calendar year expressed as a decimal fraction of the total energy purchased for the same year.

R = Over/(Under) Recover (See Sheet 18.1)

Issued by: James E. Smith
CEO and General Manager

Effective: April 1, 2002

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(Continued from Sheet No. 18.0)

OVER / (UNDER) RECOVERY CALCULATION

At the end of each 12 month period ended March a charge/(credit) per kilowatt hour shall be added to the customers monthly rate to account for the difference in CHELCO's actual purchased power cost for the 12 month period and the amount it billed customers for purchased power through base rates plus the WPA. 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 CHELCO from its power supplier for the 12 month period.

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

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

S = kWh Sales during last 10 month billing period

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