Balance Fuel Adjustment Stabilization Fund Balance as of May, 2014 $476,052
Maximum true-up balance allowed per City Commission policy $900,000
Minimum Desirable Balance $500,000
True-up Amount Added $250,000

Estimated Quarterly Fuel Cost

<table>
<thead>
<tr>
<th>Estimated Wholesale Fuel Cost</th>
<th>Estimated Retail Sales MWh</th>
</tr>
</thead>
<tbody>
<tr>
<td>Estimated Total</td>
<td>$5,222,362</td>
</tr>
<tr>
<td></td>
<td>123,525</td>
</tr>
</tbody>
</table>

Quarterly Fuel Cost Recovery Factor Calculation

Estimated Quarterly Fuel Cost ($) $5,222,362
True-up added to Fuel Adjustment Calculation ($) $250,000
Total to be collected from April - June, 2014 fuel cost recovery ($) $5,472,362
April - June 2014 Fuel Cost Recovery Factor ($/kWh) $0.04430
Fuel Cost Recovery Factor (January-March) $0.04034
Change in Fuel Cost Recovery ($/kWh) $0.00396
Change in Fuel Cost Recovery ($/1,000 kWh) $3.96

Note: Preliminary fuel costs received for July indicate that the calculations above provided insufficient fuel cost recovery including the true-up during July. The City is therefore adding an additional true-up of $100,000 to be recovered in August and September. As a result, the extra true-up, the fuel adjustments previously calculated for July-Sept. will be increased by .123¢ per kWh. This will amount to about a 1% increase (including franchise fees and taxes) for 1,000 kWh residential customers. For commercial customers, the increase will be about 1-1.4% depending on consumption and rate class.