

Fuel Adjustment Calculations

Effective February 1, 2016

True-Up Calculation

	Balance
Fuel Adjustment Stabilization Fund Balance as of December 31, 2015	\$2,062,526
Maximum true-up balance allowed per City Commission policy (1)	\$1,600,000
True-up Amount (True-up amount calculated to return \$600,000 over balance of fiscal year = 8 mo's)	(\$926,000)

(1) Maximum balance = 10% of annual fuel budget rounded up to the next \$100,000

Estimated 12 Month Fuel Cost FY 2016

	Estimated Wholesale Fuel Cost	Estimated Retail Sales MWh
Estimated Total	\$14,662,842	426,504

12 Month Fuel Cost Recovery Factor Calculation

Estimated Period Fuel Cost (\$)	\$14,662,842
True-up added to Fuel Adjustment Calculation (\$)	<u>-\$926,000</u>
Total to be collected for 12 month period (\$)	\$13,736,842
Twelve Month Fuel Cost Recovery Factor (\$/kWh)	\$0.03221
Previous Fuel Cost Recovery Factor Implemented Nov 1, 2015	\$0.03493
Change in Fuel Cost Recovery (\$/kWh)	-\$0.00272
Change in Fuel Cost Recovery (\$/1,000 kWh)	-\$2.72