

CITY OF EDMOND
Public Works Authority

**STANDARD PRICING SCHEDULE FCA
RIDER FOR FUEL COST ADJUSTMENT**

APPLICABILITY

This rider is applicable to and becomes a part of each retail rate schedule requiring a Fuel Cost Adjustment charge.

FUEL COST ADJUSTMENT

The monthly Fuel Cost Adjustment (FCA) will be calculated as follows:

$$FCA = [(A_w - S_k \times E_M + F_F + P_W) / P_K] - E_M$$

where;

A_w = Current month actual wholesale power cost

S_k = Current month actual kWh retail sales

E_M = Annual embedded energy cost, which is calculated by:

E_M = Annual budgeted wholesale energy cost / Annual budgeted retail kWh sales

F_F = Over or undercollection from previous month plus unanticipated adjustments or corrections to expenses or collections.

P_W = Following months projected wholesale power costs in dollars

P_K = Following months projected kWh retail sales

The Fuel Cost Adjustment shall be set monthly by the Director of Edmond Electric or his/her designee at a level to cover appropriate expenses and maintain adequate cash flow. The Director of Finance shall approve the Fuel Cost Adjustment prior to implementation.