

LINCOLN COUNTY POWER DISTRICT NO. 1
RATE SCHEDULE
PURCHASED POWER ADJUSTMENT RATE

APPLICABILITY:	Applicable to all customers served by the Lincoln County Power District No. 1.
PURPOSE:	Rates charged by the Lincoln County Power District No. 1 for electric service are based upon the cost of hydroelectric power from Hoover Dam and based upon the cost of a pre-determined amount of power purchased from other sources. The purpose of this Purchased Power Adjustment Rate is to allow the Lincoln County Power District No. 1 to recover the additional cost of supplemental power purchased from other sources which is not included in its base rates.
IMPLEMENTATION:	The Purchased Power Adjustment Rate shall be determined and adjusted annually for the periods beginning October 1 st and ending September 30 th . This 12-month period of time is referred to as the PPAR Period.
RATE FORMULATION:	<p>The Purchased Power Adjustment Rate for each PPAR Period shall be determined by the following formula:</p> $\text{PPAR} = (\text{Forecast Non-Hoover} - \text{Base Purchase Amount} - \text{Annual True-Up}) / \text{Energy Sales}$ <p>PPAR = Purchased Power Adjustment Rate during the PPAR Period.</p> <p>Forecast Non-Hoover = The forecasted total cost of power to be purchased, not including the cost of Hoover Dam hydroelectric power, during the upcoming PPAR Period.</p> <p>Base Purchase Amount = The based amount of the forecasted total cost of power to be purchased, not including the cost of Hoover Dam hydroelectric power, during the upcoming PPAR Period which is included in the 2021 Cost of Service Study. This amount is \$765,000.</p> <p>Annual True-Up = The carry forward from the prior PPAR Period as determined later in this rate schedule.</p> <p>Energy Sales = The forecast sum total of energy sales, in kilowatthours, of the customers of the Lincoln County Power District No. 1 during the upcoming PPAR Period.</p>
RATE:	The PPAR shall be \$0.00000/kWh for each month of the PPAR Period from the effective date of this rate schedule through September 30, 2022. Thereafter it shall be annually calculated and adjusted per this rate schedule.
PPAR BILLING AMOUNT:	The PPAR Billing Amount shall determined by multiplying the PPAR by each customer's actual energy purchased, in kilowatthours, during each billing period of the PPAR Period.

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BILLING: The PPAR Billing Amount shall be included on each customer's monthly bill for electric service during the PPAR Period. Each bill shall show the PPAR, the customer's applicable energy usage, and the PPAR Billing Amount.

ACCOUNTING: The Lincoln County Power District No. 1 shall maintain records of all revenues received from implementation of the PPAR and records of the actual cost of power from sources other than the cost of Hoover Dam hydroelectric power.

ANNUAL TRUE-UP FORMULATION: Prior to the end of each PPAR Period, Lincoln County Power District No. 1 shall determine if it has or has not collected sufficient revenues from implementation of the PPAR to fund the actual cost of power from sources other than from Hoover Dam hydroelectric power. If the Lincoln County Power District No. 1 has over collected or under collected revenues during the PPAR Period, a true-up shall be made to the PPAR for the upcoming PPAR Period. The adjustment shall not include interest on over collections.

The annual true-up amount shall be determined by the following formula:

$$\text{Annual True-Up} = \text{Annual Revenue} - (\text{Actual Non-Hoover} - \text{Base Purchase Amount})$$

Actual Revenue = The actual revenue received from the PPAR during the prior PPAR Period.

Actual Non-Hoover = The actual total cost of power purchased, not including the cost of Hoover Dam hydroelectric power, during the prior PPAR Period.

ANNUAL TRUE-UP AMOUNT: The Annual True-Up Amount shall be \$0.00 for each month of the PPAR Period from the effective date of this rate schedule through September 30, 2022. Thereafter it shall be annually calculated and adjusted per this rate schedule.



Date Adopted: October 12, 2021

Date Effective: November 1, 2021

Issued By:

Edward Wright
Edward Wright
President