

LINCOLN COUNTY POWER DISTRICT NO. 1

RATE SCHEDULE

PURCHASED POWER ADJUSTMENT CLAUSE - RURAL

APPLICABILITY: Applicable to all customers who receive electric service under any rate schedule of the Lincoln County Power District No. 1 who are located within the Rural System.

PURPOSE: Rates charged by the Lincoln County Power District No. 1 for electric service are based upon the cost of power from the Boulder Canyon Project. Under most operating conditions power from the Boulder Canyon Project is sufficient to meet the electric energy and demand needs of the customers of the Lincoln County Power District No. 1. Under certain conditions, including periods of drought in the Colorado River basin, power available from the Boulder Canyon Project is not sufficient to meet the needs of the Lincoln County Power District No. 1 and its customers. Under these conditions the Lincoln County Power District No. 1 must purchase power from additional sources. The purpose of this Purchased Power Adjustment Clause is to allow the Lincoln County Power District No. 1 to recover the additional cost of these supplemental power purchases which are not included in the base rates of the Lincoln County Power District No. 1.

IMPLEMENTATION: The Purchased Power Adjustment Clause shall be implemented immediately following any billing period in which the Lincoln County Power District No. 1 must purchase power from sources other than the Boulder Canyon Project.

RATES: Purchased Power Adjustment Rate: The Purchased Power Adjustment Rate to be assessed each customer of the Lincoln County Power District No. 1 when the Purchased Power Adjustment Clause is implemented shall be determined by taking the total cost of power purchased from sources other than the Boulder Canyon Project in a given billing period, and dividing that amount by the sum total of energy sales, in kilowatthours, to all of the customers of the Lincoln County Power District No. 1 during the closest matching billing period.

BILLING AMOUNT: Each customer of the Lincoln County Power District No. 1 shall be charged for power purchased from sources other than the Boulder Canyon Project by multiplying the Purchased Power Adjustment Rate by that customer's total energy purchased, in kilowatthours, from the Lincoln County Power District No. 1 during the closest matching billing period to the period during which the power was purchased from sources other than the Boulder Canyon Project by the Lincoln County Power District No. 1.

BILLING: The Billing Amount shall be included on each customer's next bill for electric service issued after implementation of the Purchased Power Adjustment Clause. Each bill shall show the Purchased Power Adjustment Rate, the customer's applicable energy usage, and the Billing Amount separate from all other charges.



Date Adopted: October 9, 2007

Date Effective: October 1, 2007

Issued By: _____

Patrick M. Kelley
Patrick M. Kelley
President