

**GREER CPW
ELECTRIC SERVICE SCHEDULE**

PURCHASED POWER ADJUSTMENT CLAUSE (PPA)

APPLICABILITY

This rate schedule is applicable to all retail electricity billed under the Greer CPW electric service schedules, whether metered or unmetered, unless otherwise excluded in the rate schedule. This rate is not applicable to Schedule L (Outdoor Light Rate).

Greer CPW purchases its power supply from the Piedmont Municipal Power Agency (PMPA), as a member City, and the U.S. Department of Energy, South Eastern Power Agency (SEPA). Annually, estimates of the power sales and costs are developed for budgetary purposes and rate setting. The PPA is a monthly factor designed to recover the difference between CPW's actual cost of purchased power costs and the estimated power costs and allows for the recoupment of the difference in the second succeeding month. The PPA is an additional rate that is combined with the current respective rate schedule's energy charge.

CALCULATION

The PPA will be calculated as follows:

$$PPA = ((Pm+LF+Tu)/Sm) - Base Rate$$

PPA = Purchased Power Adjustment factor in dollars per kWh rounded to nearest one thousandth of a cent applicable to bills rendered during the current billing period.

Pm = Total estimated purchased power costs.

LF = Amount required each month of the estimated calendar year in order to bring each month's estimated purchased power cost to an equal cost/kWh. The total monthly levelization amounts for the full calendar year shall equal zero.

Sm = Estimated energy sales (kWh), excluding lighting usage, for the projected billing period.

Base Rate = \$.096157 (estimated average purchased power costs/estimated kWh)

Tu = $[PPA_{n-2}] * S_{n-2}$

PPA_{n-2} = $[(P_{n-2} * TU_{n-2}) / S_{n-2}] - [Base Rate]$

Where:

P_{n-2} = Actual purchased power costs for the second preceding month, including the levelization factor

TU_{n-2} = True-up for the second preceding billing month

S_{n-2} = Total system sales (kWh) excluding street lights from second preceding month

PPA_{n-2} = Purchased Power Cost Adjustment factor in dollars per kWh, rounded to nearest one thousandth of a cent