Sumter Electric Membership Corporation

Wholesale Power Cost Adjustment Clause Schedule WPCA-9

Applicability

This schedule is applicable to and becomes a part of each electric service rate schedule of the Corporation in which reference hereto is made.

Each metered kWh of energy sold by the Corporation shall be increased or decreased by the amount computed as follows:

Formula

WPCA = $\frac{C - (0.07905 \text{ x P})}{S}$

Where:

- WPCA = Wholesale power cost adjustment factor.
- C = The estimated total cost of power in dollars to be incurred by the Corporation for the twelve-month period. The cost of power may include projected wholesale power cost increases beyond the twelve-month period, if such inclusion is for the purpose of mitigating the impact of wholesale power cost increases on the Corporation's WPCA factors and retail rates in future periods.
- P = The estimated total kilowatt-hours to be purchased by the Corporation for the twelve-month period.
- S = The estimated total metered kilowatt-hours to be sold by the Corporation for the twelve-month period.
- \$0.07905 = The average cost of wholesale power per kilowatt-hour purchased by the Corporation which is recovered in the Corporation's retail rate schedules.

The WPCA factor will be computed according to the above formula for a twelve-month period beginning January of each calendar year. Should, however, it appear at any time during the twelve-month period that continued use of the WPCA factor then in effect for the remainder of the twelve-month period will result in a substantial under or over recovery of the Corporation's total cost of power described herein, the Corporation may modify the existing WPCA factor to recover the applicable power cost more accurately.