

ELECTRIC SERVICE SCHEDULE NO. 94 – continued

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EBA DEFERRAL: (continued)

S = Utah Allocation Scalar, a factor to convert Total Company NPC per MWh to fully allocated Utah NPC per MWh. This is necessary because not all NPC are allocated on the basis MWh. The Utah Allocation Scalar will be calculated and approved in the most recent general rate case, major plant additions case, or other case where Base EBAC are approved.

$WR_{Utah, month} = \text{Total Company Wheeling Revenue for the month multiplied by the appropriate allocation factors from the most recent general rate case, major plant additions case, or other case where Base EBAC are approved.}$

EBA Deferral Account Balance: the monthly EBA Account Balance will be calculated as follows:

$$EBA\ Deferral\ Account\ Balance_{current\ month} = Ending\ Balance_{previous\ month} + Deferral_{current\ month} - EBA\ Revenue_{current\ month} + EBA\ Carrying\ charge_{month}$$

EBA CARRYING CHARGE: the EBA Carrying Charge will be calculated and applied to the monthly balance in the EBA Deferral Account as follows:

$$EBA\ Carrying\ Charge_{month} = [Ending\ Balance_{previous\ month} + (Deferral_{current\ month} \times 0.5) - (EBA\ Revenue_{current\ month} \times 0.5)] \times 0.5\%$$

EBA RATE DETERMINATION: Annually, on the EBA Filing Date, Rocky Mountain Power shall file with the Commission an application for establishment of an EBA rate to become effective on the EBA Rate Effective Date of that year. The EBA Deferral Account Balance as of December 31 shall be allocated to all retail tariff rate schedules and applicable special contracts based on the rate spread approved by the Commission. The new EBA rate will be determined by dividing the EBA Deferral Account Balance allocated to each rate schedule and applicable contract by the schedule or contract forecasted Power Charge and Energy Charge revenues. The EBA rate will be a percentage increase or decrease applied to the monthly Power Charges and Energy Charges of the Customer's applicable schedule or contract as set forth in the schedule.

The EBA rate shall be implemented on an interim basis and shall remain in effect for the EBA Rate Effective Period. The interim rate shall become permanent upon a final order issued by the Commission.

AUDIT PROCEDURES: All items recorded in the EBA Balancing Account are subject to regulatory audit and prudence review.

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