

January 8, 2018

Utah Public Service Commission Heber M. Wells Building 160 East 300 South Salt Lake City, Utah 84145-0807

To whom it may concern:

Enclosed you will find a "revised" copy of Dixie Power's retail electric rates. These rates were automatically adjusted due to a wholesale power cost adjuster procedure that was put into place in 2012.

The 2017 average wholesale power cost measured in cents per kWh was \$.0417. The year 2016 average wholesale power costs measured in cents per kWh was \$.0397 with the difference being an increase of \$.002 year over year. To keep retail rates simple, we have determined that the Cooperative will not have any retail rate change unless the year over year rate difference is at least \$.0005 per kWh and any adjustment will be rounded to the nearest \$.0005 per kWh.

Beginning on the February member billings, and in connection with the wholesale power cost adjuster procedure, the retail energy rates will increase by \$.002 per kWh. For the Residential rate, that will take the energy charge of \$.059 per kWh up to \$.061 per kWh. The Small Commercial energy rate will increase from \$.054 per kWh to \$.056 per kWh and the Large Commercial energy rate will go from \$.029 to \$.031 per kWh. The irrigation second tier energy rate was increased by \$.002 per kWh.

If you have further questions, please call me at (435) 439-5311. Also, if you will e-mail me at <u>ladell@dixiepower.com</u> I will send you an electronic version of these rates.

Sincerely;

DIXIE ESCALANTE RURAL ELECTRIC ASSN.

LaDel Lanb

LaDel Laub, President and CEO

Enclosure