CITY UTILITIES OF SPRINGFIELD MISSOURI AVOIDED VARIABLE COST OF ENERGY

Applicability

Under this rate schedule with accompanying special contract between Customer and City Utilities, City Utilities will provide credit for energy self-generated by the Customer. This rate is not applicable to services which qualify for net-metering under applicable Missouri statutes and / or Federal regulations.

Availability

Customer must agree to a special contract with City Utilities. This rate shall be available within the corporate limits of the City of Springfield, Missouri, and the adjacent territory served by City Utilities. Availability is subject to the General Terms and Conditions Governing Electric Service and the Utility Service Rules and Regulations.

Credit for energy self-generated by the Customer is determined by the avoided variable costs associated with City Utilities electric generation, which includes the base fuel cost to City Utilities upon which the Electric Rates were designed (\$0.0409 per kilowatt-hour), the portions of the energy charge associated with power station operations and maintenance, with all parameters as included in the design of rate schedules approved by the City Council of Springfield, Missouri. Because fuel costs vary, and City Utilities adjusts electric rates to recognize the exact cost of fuels, the rate includes regular adjustment for fuel costs coincident with the fuel adjustment factor.

Monthly Charges

	Until <u>10/2015</u>	Until <u>10/2016</u>	<u>Thereafter</u>
Avoided Variable Cost of Energy Credit			
For all kWh	\$0.0501 per kWh	\$0.0517 per kWh	\$0.0533 per kWh

Fuel Adjustment

This Electric Rate references and applies the Fuel Adjustment Factor in the Fuel Adjustment Clause contained in Electric Rates Sheet No. 10.

For all kWh......Fuel Adjustment Factor x (0.97), rounded to closest \$0.0001 per kWh

Total Credit

The total credit, to be applied to generated, and or delivered kWh, per the terms of the contract specified in the **Availability section** is the sum of the **Avoided Variable Cost of Energy Credit** and the **Fuel Adjustment Credit**.

APPROVED BY PRICING DEPARTMENT <u>December 30, 2015</u> EFFECTIVE <u>Cycle 1, January 2016</u>