

RYEGATE FUEL ADJUSTMENT

Effective: APRIL 1 - JUNE 30, 2018

Using January - March 2018 Wood Purchase Costs

TOTAL QUARTERLY VOLUME	65,797.17 TONS
TOTAL QUARTERLY AMOUNT	\$1,797,623.44
QUARTERLY FUEL PRICE	\$27.32

FORMULA

Fuel Price Adjustment = (Quarterly Fuel Price - Fuel Price Benchmark) X Efficiency Factor X Passthrough Percentage

Quarterly Fuel Price	\$27.32 /TON
Fuel Price Benchmark \$	29.00 /TON
Efficiency Factor (effective Nov 1, 2017)	0.00159 TONS/KwH

Passthrough Percentage	30%
-------------------------------	------------

Fuel Price Adjustment = \$	(0.00080)
----------------------------	-----------

Base Rate: Effective Nov 1, 2017 to Oct 31, 2018	\$ 0.101
Fuel Price Adjustment: Jan - Mar 2018	\$ (0.00080)
NEW Contract RATE EFFECTIVE: 4/1/2018 - 6/31/2018	\$ 0.10020

Note: Quarterly Fuel Price is between \$26/ton and \$32/ton therefore per contract the Passthrough Percentage is 30%.