

RYEGATE FUEL ADJUSTMENT

Effective: OCTOBER 1 - OCTOBER 31, 2018

Using July - September 2018 Wood Purchase Costs

TOTAL QUARTERLY VOLUME	67,741.23 TONS
TOTAL QUARTERLY AMOUNT	\$1,719,584.89
QUARTERLY FUEL PRICE	\$25.38

FORMULA

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

Quarterly Fuel Price	\$25.38 /TON
Fuel Price Benchmark \$	29.00 /TON
Efficiency Factor (effective Nov 1, 2017)	0.00159 TONS/Kwh

Passthrough Percentage	37%
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Fuel Price Adjustment = \$	(0.00212)
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Base Rate: Effective Nov 1, 2017 to Oct 31, 2018	\$ 0.101
Fuel Price Adjustment: Jul - Sep 2018	\$ (0.00212)
NEW Contract RATE EFFECTIVE: 10/1/2018 - 10/31/2018	\$ 0.09888

Note: Quarterly Fuel Price is below \$26/ton therefore per contract the Passthrough Percentage is:

(\$26/ton - Quarterly Fuel Price) x 70% + \$0.90/ton
Fuel Price Benchmark - Quarterly Fuel Price