

RYEGATE FUEL ADJUSTMENT

Effective: JANUARY 1 - MARCH 31, 2018

Using October - December 2018 Wood Purchase Costs

TOTAL QUARTERLY VOLUME	60,170.08 TONS
TOTAL QUARTERLY AMOUNT	\$1,647,669.28
QUARTERLY FUEL PRICE	\$27.38

FORMULA

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

Quarterly Fuel Price	\$27.38 /TON
Fuel Price Benchmark \$	29.00 /TON
Efficiency Factor (effective Nov 1, 2018)	0.00158 TONS/KwH

Passthrough Percentage	30%
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Fuel Price Adjustment = \$	(0.00077)
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Base Rate: Effective 11/1/2018 - 10/31/2019	\$ 0.102
Fuel Price Adjustment: Oct - Dec 2018	\$ (0.00077)
NEW Contract RATE EFFECTIVE: 1/1/2019 - 3/31/2019	\$ 0.10123

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