

correct the difference in utility energy purchases and collections for the period. The demand metered Rate Codes' responsibility is determined by multiplying the reconciled utility energy cost dollars by the ratio of demand metered Rate Codes' billed kilowatt-hour consumption during the reconciliation billing period to the total wholesale kilowatt-hour consumption purchased during the same period. Energy-only or non-demand metered Rate Codes' are responsible for the remaining difference between the total energy dollars and the demand metered Rate Codes' share.

B. Determine the Demand metered Rate Codes' reconciliation Tracker by adding the appropriate allocated demand and energy dollar amounts; then, divide that sum by the kilowatt-hours projected for the demand metered rate codes in the reconciliation recovery period. Determine the Energy-only metered Rate Codes' reconciliation Tracker by adding the appropriate allocated demand and energy dollar amounts; then divide that sum by the kilowatt-hours projected for the energy metered rate codes for the reconciliation recovery period. The appropriate allocation factors shall be based on the most recent period containing the same calendar months. If no such period exists, the allocation factors shall be based on the most recent period. Both Trackers will be applied to all Rate Codes within their Customer classes with equal regularity throughout the reconciliation period. Both charges and (credits) will be applied in addition to I.U.R.C. Approved rates.

C. Initial Wholesale Power Tracking Factors are based on a combination of historical and forecasted data. All projected wholesale power costs will be reconciled with actual wholesale power cost and revenues collected in the next tracker filing. This reconciliation will be performed separately for demand metered and energy-only metered Rate Codes. For the demand metered Rate Codes, the reconciliation will reflect actual billing demands, capacity charges, energy consumption, energy rates and revenues previously collected. For the energy-only metered Rate Codes, the reconciliation will reflect actual sales levels, wholesale power costs and revenues previously collected.

- **Part II– Fuel Cost Adjustment:**

The actual cost of fuel varies with market conditions and the efficiencies of a blend of on-line generation sources contributing toward power delivery to Auburn. The Fuel Cost Adjustment (including Fuel Cost True Up) shall be the same as that most recently billed to the Municipal Utility by its electric power supplier divided by one (1.0) minus the total energy losses of the Municipal Utility for the preceding calendar year expressed as a decimal fraction of the total energy purchased for the same year. The Fuel Cost Adjustment shall be applied to all kWh of sales. The Fuel Cost Adjustment Tracking Factor shall be scheduled for review and adjustment twice annually.

- **Part III – System Sales Tracker Adjustment:**

Auburn Municipal Electric System is considered native load to its power supplier. On occasion, its power supplier will sell electricity "off the local grid." Auburn will then receive a percentage of the net revenue from such transactions. The System Sales Tracker Adjustment shall be the same as that most recently billed to the Municipal Utility by its supplier of electric power divided by one (1.0) minus the total energy losses of the Municipal Utility for the preceding calendar year expressed as a decimal fraction of the total energy purchased for the same year. The System Sales Tracker Adjustment shall be applied to all kWh of sales.

- **Wholesale Power Cost Adjustment Tracking Factor**

Notice is hereby given to rate payers of the municipally owned electric utility and other interested persons that the following Wholesale Power Cost Adjustment Tracking Factors, in accordance with the Order in Cause No. 44774 from the Indiana Utility Regulatory Commission approved July 18, 2016, are \$0/kWh and \$0.040889/kWh for demand metered Customers and \$0.031643/kWh for energy only metered Customers.

- **Fuel Cost Adjustment Tracking Factor**

The Fuel Adjustment Tracking Factor will only apply to fuel costs that Auburn incurs itself in supplying electricity to its Customers. Notice is hereby given to Customers of the municipally owned electric utility and other interested persons that the following Fuel Cost Adjustment Tracking Factor effective October 1, 2011 is \$0.000000 per kWh per month.

- **System Sales Adjustment Tracking Factor**

Notice is hereby given to rate payers of the municipally owned electric utility and other interested persons that the following System Sales Adjustment Tracking Factor effective October 1, 2011 is \$0.000000 per kWh per month.