

CALCULATION OF PROPOSED POWER FACTOR ADJUSTMENT

Large Light and Power Revenues¹

Base Energy Revenues	\$559,926,000
Customer Charge Revenues	\$ 4,189,000
Demand Charge Revenues	\$296,138,000
Sum	<u>\$860,253,000</u>
Total Revenues	\$1,446,105,000

Calculation of Proposed Adjustment Factor:

New Factor equals:

(Old Factor) X [(Sum of Base Energy Revenues, Customer charge Revenues, and Demand Charge Revenues) / Total Revenues

$$\text{New Factor} = (0.1) \times \frac{(860,253,000)}{1,446,105,000} = 0.06$$

¹ Revenues adopted in Decision 86-12-091 in Application 86-04-012, Appendix D.