

**Sample Calculation for LME Adjustment
For adjustment applicable after 3rd Quarter 2013**

(1)	(2)	(3) - (6) Adjustment Factor				(7) - (10) LME Reference Price				(11)	(12) - (15) Weighted LME Adjustment Rate					(16)
Year	Quarter	Annual Adjustment Factor	PPI Finished Goods	Average	Effective Adjustment Factor	Tier I	Tier II	Tier III	Tier IV	Hypothetical LME Price	\$ 1.25/MWh	\$ 1.50/MWh	\$ 2.00/MWh	\$ 3.00/MWh	Weighted \$/MWh	
2008	Base Year					\$ 2,000.00	\$ 2,200.00	\$ 2,500.00	\$ 2,800.00							
2013	3rd Q					\$ 2,255.41	\$ 2,480.95	\$ 2,819.27	\$ 3,157.58							
2013	4th Q	1.009	1.016	1.01250	1.00625	\$ 2,269.51	\$ 2,496.46	\$ 2,836.89	\$ 3,177.31	\$2,593.45	2.27	0.97	-	-	4.29	

(5) Average of cols. (3) and (4).

(6) Minimum of 1.00625 and col. (5). For annual period, cap is 1.025.

(7) - (10) 2008 are the base year LME Reference Prices that are escalated through the sample period.

The 4th Quarter prices are col (6) times the 3rd Quarter prices.

(11) Average daily market price for the 4th Quarter.

(12) (Col (11) - col. (7)) / 100, if positive, but not greater than col. ((8) - col. (7)) / 100.

(13) (Col (11) - col. (8)) / 100, if positive, but not greater than col. ((9) - col. (8)) / 100.

(14) (Col (11) - col. (9)) / 100, if positive, but not greater than col. ((10) - col. (9)) / 100.

(15) (Col (11) - col. (10)) / 100, if positive.

(16) (Col. (12) * LME Rate (1.25) + col. (13) * LME Rate (1.50) + col (14) * LME Rate (2.00) + col (15) * LME Rate (3.00)