

Notice of annual Cost of Energy true-up

The Resource Adjustment on your monthly electric bill includes a Cost of Energy (COE) adjustment. We calculate the COE by adding the total cost of the fuel, including transportation, and purchased energy we use to provide service and subtracting costs that already are part of your per-kilowatt-hour base rate. If the amount is lower than the amount already included in the base rate, you receive a credit on your bill. If the amount is higher, you see a charge. These energy costs are passed through to customers without a markup, so we don't profit from them.

Once a year, we compare actual costs for the prior 12 months to amounts collected from customers through base rates and the COE over the same time-period and compute a rate that trues-up the difference over the next 12 months.

For the 12 months ending June 30, 2018, the true-up rate will be a credit of (\$.0004) per kilowatt-hour. This credit will be part of the monthly COE adjustment on customer bills from September 1, 2018 through August 31, 2019.

If you have any questions or if you would like more information, call our Customer Service at **800-257-4044** or visit our web site at **otpc.com**.

