

Rate Conventions

To achieve a 0.25% retail rate reduction requires the following expenditure reduction:

Water

From Operating

Joint Costs (shared with Wholesale customers)	\$600,000
Overhead Costs (Administrative costs)	\$400,000
Retail Costs (Distribution costs)	\$375,000

From Capital \$4.25 Million

BES

From Operating \$900,000

From Capital \$12.0 Million

Approximate Impact on Typical Residential Monthly Bill

Water	\$0.07
BES	\$0.18
Combined Bill	\$0.25