

Retail Rate Components

	2013	2014	2015	2016	2017
Maintain Current Service Level	3.3%	3.5%	1.7%	3.7%	2.9%
Deferred Rate Increases	4.9%	4.3%			
Fund Balances Surplus	-0.1%	-0.2%	-2.5%	-1.1%	-1.7%
Lower Retail Demand	1.0%	1.5%	1.5%	1.4%	
Wholesale & Other Revenues Updates	-0.2%	0.3%	0.1%	-1.6%	2.3%
Low Income Program	0.2%				
Operating Budget (add/cuts)	0.1%	-6.7%	-0.8%	0.1%	0.7%
Capital Program/Debt Service	-1.6%	8.8%	15.1%	6.6%	7.3%
Rate Stabilization Account		-7.9%	-8.1%	-2.1%	-4.5%
Adopted Rate Increase	7.6%	3.6%	7.0%	7.0%	7.0%

Changes from Forecast to Adopted Retail Rates

- ✓ Prior Year Fund Balances Surplus
- ✓ Updates to escalation factors and economic assumptions
- ✓ Updates to Wholesale revenues and Other Non-Rate revenues
- ✓ Capital Program Updates
- ✓ Changes in Bond Rate Assumption and timing of issuance
- ✓ Debt Service savings from refunding of existing bonds
- ✓ Budget Adds/Cuts

Forecasted Retail Rates beyond 5 Years

- Retail Rate Increases are about 4% a year
- Escalation Factor assumption is only 3% for both Operating and Capital
- Capital Program is about \$80 Million (current dollars) a year
- 2006 Bond Issue (Refunding of 1997 and 2000 bonds) paid off in 2021