June 10, 2014

COST DEVELOPMENT SUBCOMMITTEE

Dear Subcommittee Members:

RATE FOR COSTING STATION SERVICE ELECTRICAL REQUIREMENTS DURING UNIT START-UP

The new rate for costing station service electrical requirements during unit start-up has been changed from $36.47/MWh to $39.27/MWh. Please use this rate in all unit start cost calculations during the Third Quarter of 2014. This rate was obtained by calculating the average off-peak LMP for the 12-month period from June 2013 through May 2014.

Sincerely,

Lindsey Puchyr