Archived: Thursday, May 31, 2012 4:00:00 PM

From: Mark Hite

Sent: Monday, February 27, 2012 8:42:00 AM

To: Burns Mercer

Subject: RE: Environmental Compliance Plan - % member and smelter estimated rate

increase

Importance: Normal

=

Yes, it's all-inclusive revenue, Big Rivers' revenue (which is gross of the MRSM), and not member billing.

Mark A. Hite, CPA

VP Accounting & Interim CFO

Big Rivers Electric Corporation

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mhite@bigrivers.com

From: Burns Mercer [mailto:bmercer@mcrecc.com]

Sent: Monday, February 27, 2012 8:31 AM

To: Mark Hite

Subject: RE: Environmental Compliance Plan - % member and smelter estimated rate

increase

That includes all increases, fuel, msrm, etc.?

Sent: Monday, February 27, 2012 9:35 AM To: Burns Mercer Subject: RE: Environmental Compliance Plan - % member and smelter estimated rate increase In response to your question, please see the table below. As shown, CSAPR/MATS = 7.6% increase, and All Other = 8.9% increase, for a total 16.5% increase (over the Base Case in 2012). 2012 2013 2014 2015 2016 **Total** Annual Incremental Rate Increase - CSAPR/MATS 0.7% 2.8% -0.8% 0.2% 4.7% 7.6% Annual Incremental Rate Increase - All Other 0.0% 2.1%

From: Mark Hite [mailto:Mark.Hite@bigrivers.com]

2.9%

1.5%
8.9%
Annual Incremental Rate Increase - Total
0.7%
4.8%
2.1%
2.7%
6.2%
16.5%
Cumulative Incremental Rate Increase
0.7%
5.5%
7.6%
10.3%
16.5%
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2.5%

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From: Burns Mercer [mailto:bmercer@mcrecc.com]

Sent: Monday, February 27, 2012 7:28 AM

To: Mark Bailey; Mark Hite

Subject: FW: Environmental Compliance Plan - % member and smelter estimated rate

increase

What would be the cumulative including base rate increases and fuel and other increases?

From: Paula Mitchell [mailto:Paula.Mitchell@bigrivers.com]

Sent: Wednesday, February 22, 2012 8:04 AM

To: Bill Denton; James G. Sills; Larry Elder; Lee Bearden; Paul E. Butler; Wayne Elliott;

Burns Mercer; Kelly Nuckols; Sandy Novick

Subject: FW: Environmental Compliance Plan - % member and smelter estimated rate

increase

See message below from Mark Hite.

Paula Mitchell

Executive Assistant

Big Rivers Electric Corporation

P. O. Box 24

Henderson, KY 42419-0024

270/844-6102

From: Mark Hite

Sent: Tuesday, February 21, 2012 3:22 PM

To: Paula Mitchell

Subject: Environmental Compliance Plan - % member and smelter estimated rate

increase

Paula, seeking to clarify a discussion at today's Board meeting, please forward this email to the Board and the member CEOs.

Thanks,

Mark

Mark A. Hite, CPA

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mhite@bigrivers.com

From: Mark Hite

Sent: Tuesday, February 21, 2012 1:00 PM

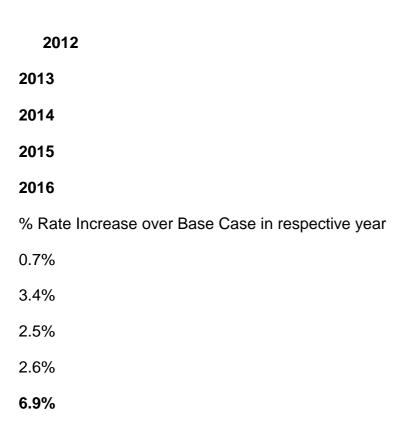
To: Mark.Bailey@bigrivers.com; Eric M. Robeson; Bob Berry; Albert Yockey; Travis

Siewert

Subject: Environmental Compliance Plan - % member and smelter estimated rate

increase

Immediately below are the % rate increases per Eric Robeson's Environmental Compliance Plan report reviewed at today's Board meeting. The % increases represent the rate increase over and above the Base Case in each respective year. In other words, the 6.9% shown in 2016 represents the members and smelters paying 6.9% more in 2016 as a result of CSAPR/MATS Build than otherwise in 2016.



Shown another way, as the annual incremental % rate increase over and above the Base Case in 2012, the first row below, and the cumulative % rate increase through 2016 over and above the Base Case in 2012 is 7.6%, the second row below.

Annual Incremental Rate Increase over Base Case in 2012
0.7%
2.8%
-0.8%
0.2%
4.7%
Cumulative Incremental Rate Increase over Base Case in 2012
0.7%
3.5%
2.7%
2.8%
7.6%
Hopefully, this will clarify the meaning of the %'s. Upon your concurrence, will send to the Board and the member CEOs.
Comments welcome.
Mark
Mark A. Hite, CPA
VP Accounting & Interim CFO

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