

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

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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.?

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

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%

2.9%

2.5%

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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From: Burns Mercer [\[mailto:bmercerc@mcrecc.com\]](mailto:bmercerc@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 [\[mailto:Paula.Mitchell@bigrivers.com\]](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

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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.

2012

2013

2014

2015

2016

% Rate Increase over Base Case in respective year

0.7%

3.4%

2.5%

2.6%

6.9%

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

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