Archived: Thursday, May 31, 2012 3:59:52 PM From: Mark Hite Sent: Tuesday, April 24, 2012 2:54:21 PM To: Travis Siewert Subject: FW: Rate Adder Calcs.xlsx Response requested: No Importance: Normal

Fyi...

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From: Mark Bailey Sent: Tuesday, April 24, 2012 2:43 PM To: Lindsay Barron; Bob Berry; Eric M. Robeson; Albert Yockey; Mark Hite Subject: FW: Rate Adder Calcs.xlsx

One additional item: is anyone calculating the effect on rates if both smelters left now before any environmental equipment is installed? Thanks, Mark

From: Mark Bailey

Sent: Tuesday, April 24, 2012 2:40 PM To: Lindsay Barron; Bob Berry Cc: Eric M. Robeson; Mark Hite; Albert Yockey Subject: RE: Rate Adder Calcs.xlsx

All-

After studying this I have the following questions/observations. I would appreciate a response(s) indicating:

1) we have looked at the option being questioned and it is the same as option already studied;

- 2) some one is working;
- 3) someone will begin working on;
- 4) etc.

Questions:

a) Has someone asked Transmission to study what the system conditions will look like if Coleman is shutdown and Century remains in operation?

b) Since case numbers 5 & 8 appear to have identical outcomes which seems highly coincidental, has anyone double checked to validate these results?

c) Have any calculations been performed to show what the rates will be (actual cents per kwh and % increase) for the various options after all MRSM adjustment funds have been exhausted? If so, what are they?

d) Why are rates higher for Case 3 than 8? In other words, if the units are in the money and we leave them in under the PACE pricing, why would we do that since Case 8 results in lower rates and % increases.

e) On the bar graphs showing Industrial process, could we please add horizontal line for both the 2014 and 2016 graphs showing existing Industrial rates?

f) Can we show bar graphs with our projected Rural rates under the various scenarios compared to existing EKPC rates, existing TVA rates, as well as LG&E, KU, and KyP rates after they have installed their proposed environmental equipment?

g) Do the base rate numbers shown in the tables for 2012, 2014, and 2016 include or exclude MRSM?

h) Why do the Rural base rates shown for 12/2011 on the graphs differ from the Rural base rates shown for 2014 and 2016?

Thanks, Mark

From: Lindsay Barron
Sent: Tuesday, April 24, 2012 11:03 AM
To: Mark Bailey; Bob Berry
Cc: Eric M. Robeson; Mark Hite; Albert Yockey
Subject: Rate Adder Calcs.xlsx

Attached is the worksheet from earlier with the charts included. Please let me know if you have any additional requests.

Thanks!

LindsayJ