

**Informal Rates Customer Meeting
 November 20, 2008
 Discussion Purposes**

Variable Resource Custom Product Power Scheduling Charge

	Costs	Variable Resource Custom Product Power Scheduling	Hours Available	Annual Hourly Rate
Capitalized Movable Equip (Amortized):	\$1,306,629	\$72,023	8,760	\$8.22
Annual Recurring Costs:	\$864,600	\$54,363	8,760	\$6.21
LABOR:				
Merchant Function	\$3,523,766	\$202,828	Not applicable	\$62.19
Scheduling/Settlements/Accountants				
Total Costs		<u>\$329,214</u>		<u>\$76.62</u>

		(A X B) / 60 sec / 60 min	(C / 12)	Calculated Rate	(D X E)	(F / 30 days)
A	B	C	D	E	F	G
Estimated number of seconds per hr to perform CPP scheduling for VRC. Includes time for schedule, tagging, monitoring, and check out after the fact.	Number of hours per year	Number of hours per year to perform CPP scheduling for VRC	Number of hrs per month to provide service	Hourly Rate	Monthly Cost	Charge per schedule
60	8,760	146.0	12.2	\$76.62	\$932.21	\$31.07

Example:

Western will charge \$31.07 per day to schedule a resource for either long-term or short-term CPP.

For example, if a customer has 2 long-term CPP contracts that are scheduled every day of the month (30 days) the charge would be (2 CPP schedules X 30 days X \$31.07 = \$1,864.20) for the month.