EQUITABLE ALLOCATION OF COSTS RULE

Table of Contents
1.0 OVERVIEW ....................................................................................................................................................... 1
2.0 METHODOLOGY TO ALLOCATE RRC COSTS ............................................................................................. 1

1.0 OVERVIEW

Costs for Railbelt Reliability Council (RRC) activities will be allocated to load-serving entities (LSEs) served by the RRC, based on net energy for load as defined in the following manner:

Net energy for load is total system retail energy (kilowatt-hours [kWh]) sales as measured at delivery within each LSE’s certificated service area. Net energy for load includes energy sales to military bases but excludes wholesale and economy energy sales to entities serving retail loads.

2.0 METHODOLOGY TO ALLOCATE RRC COSTS

The RRC budgets will be allocated to each LSE on the basis of net energy for load for the previous calendar year or years, as determined by the RRC. The allocated cost to each LSE will be assessed in a surcharge consistent with the RRC tariff. Each LSE is responsible for making payments to the RRC for the surcharge assessed to that LSE.