CITY OF LAGRANGE PURCHASED POWER ADJUSTMENT Revised: October 1, 2009

Applicability: This schedule is applicable to and becomes a part of each retail schedule in which reference is made to the purchased power adjustment schedule.

Rate: All bills rendered subject to the purchased power adjustment shall be respectively increased or decreased from time to time by the amount necessary to recover the city's accumulated variable cost of electricity purchased or generated for use by customers subject to the purchased power adjustment. Included in this account shall be the cost of fuel consumed by the City's share of MEAG generating plants, streamflow and pumping energy charges from the Southeastern Power Administration, economy energy purchases from other utility companies, the cost of hedging instruments used to secure future energy deliveries, and other energy related costs.

Current Charge: 2.3 cents per kilowatt-hour