

SOUTH CENTRAL INDIANA RURAL ELECTRIC MEMBERSHIP CORPORATION

**Appendix B
Effective July 1, 2007**

Wholesale Power Cost Tracker

The Wholesale Power Cost Tracker shall be the same as that most recently billed to South Central Indiana REMC by its power supplier, divided by one (1.0) minus the total energy losses for South Central Indiana REMC for the preceding calendar year expressed as a decimal fraction of the total energy purchased for the same calendar year, plus the current Indiana Utility Receipts Tax. The Wholesale Power Cost Tracker shall apply to Rate Schedules IP-1 and EDR 4.