



MAY - 1 2022

DOCKET

52210

ELECTRIC TARIFF

Fuel Cost Surcharge Rider

Application of Fuel Cost Surcharge Factors are as follows:

Applicable to all fuel rate schedules under the Fuel Cost Recovery Factor Tariff (Sheet IV-69). For usage from May 1, 2022 through July 31 2024, the fuel cost surcharge factors will be billed to all applicable customers except for the transmission voltage level customers, through the application of a Fuel Surcharge Factor. The fuel cost surcharge is applied to transmission voltage level customers on the basis of their actual historical kWh usage recorded monthly during the period that the under-recovery accumulated. In Docket No. 52210, the total net amount of the fuel cost surcharge for all applicable customer classes consists of \$120,859,291.23 and related net interest of \$174,235.33. Interest was calculated at the rate of 2.35 percent per annum in 2020, 0.82 percent per annum in 2021 and 0.12 percent per annum in 2022 through 2024 in accordance with Texas Admin Code § 25.236(e)(1).

Method of Calculation

- (a) For all applicable Texas retail customers except for transmission voltage level customers:

The fuel surcharge is calculated by the application of a Fuel Surcharge Factor, determined in accordance with the following formula:

Fuel Surcharge Factor (FSF) = $\{(F + I) / K\}$, where:

F= Total cumulative fuel cost under-recovery by fuel rate schedule through August 2021,

I= Interest on the remaining principal balance at the end of each month;

K= The estimated kWh usage for the fuel rate schedule for February 2022 through July 2024.

FSF= The total amount of the surcharge attributable to each respective fuel rate schedule, inclusive of interest through July 2024, divided by projected kWh sales for each respective fuel rate schedule during February 2022 through July 2024. The FSF is calculated to the nearest 0.0001 cent.

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Section No. IV
Sheet No. IV-225
Revision No. 1

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To determine the customer's surcharge amount the FSF is multiplied by the customer's kWh usage for February 2022 through July 2024. The fuel cost surcharge to each customer is determined to the nearest whole cent.

Residential Service	\$ 27,391,474.98	\$ 0.004551
Small General Service	\$ 2,580,408.74	\$ 0.003800
Small Municipal and School Service (Secondary)	\$ 207,275.32	\$ 0.004397
Large Municipal Service (Secondary)	\$ 1,560,090.92	\$ 0.004337
Large School Service (Secondary)	\$ 1,301,631.18	\$ 0.003344
Secondary General Service	\$ 19,723,641.77	\$ 0.003901
Large Municipal Service (Primary)	\$ 279,983.00	\$ 0.004317
Large School Service (Primary)	\$ 24,997.06	\$ 0.003696
Primary General Service	\$ 14,662,074.56	\$ 0.002904
Guard Lighting and Flood Lighting Service	\$ 208,068.52	\$ 0.003628
Municipal and State Street Lighting Service	\$ 223,640.10	\$ 0.003463
Subtotal	\$ 68,163,286.15	

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- (b) For all transmission voltage level customers, the fuel cost surcharge amounts are determined on the basis of each customer’s actual historical kWh usage recorded monthly during the period that the under-recovery accumulated. The monthly fuel cost surcharge for each of these customers is calculated by determining the fuel cost surcharge to the nearest whole cent then dividing it by 30. The total amount of the surcharge for each fuel rate schedule is as follows including interest as previously described. Any individual transmission customer that will be subject to a refund in total will receive that refund as a one-time credit.

Large General Service Transmission 69 to 115 kV	\$ 9,324,803.62
Large General Service Backbone Transmission 115 kV+	\$ 43,545,436.79
Subtotal	\$ 52,870,240.41
Total of All Schedules	\$ 121,033,526.56

- (c) Any difference between amounts actually surcharged and the amounts of the surcharge specified herein will be maintained in the under/over-recovery balance pursuant to Texas Admin Code § 25.236 (e) on a per fuel rate schedule basis
- (d) The net surcharges implemented through this Fuel Cost Surcharge Rider will be subject to final review by the Commission in SPS’s next fuel reconciliation proceeding.

Effective: May 1, 2022

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