

**Option 1:** Transition over five years to a formula based on annual kWh sales of 3 mils per kWh.

**Option 2:** Extend existing \$2.48 million payment through 12/30/2021; then, effective on the 7/1/2022 payment, move formula to approximately the average mil/kWh over the last three years at 3.75 mils. Continue payment schedule of two payments per calendar year, calculated for the payment year using 3.75 mils of the previous calendar year's audited financial kWh sales.

**Option 3:** Freeze at current \$2.48 million for 10 years with last payment 12/30/2029.

## RMLD Payment Scenarios to the Town of Reading (2)

### OPTION 1

|       | RMLD<br>kWh Sales | Mils/kWh | Below the Line<br>Town of Reading<br>Payment -<br>Mils/kWh Sales | (3)<br>Net Plant | (1)<br>Above the Line<br>Town of Reading<br>Payment - 20.93%<br>of 2% Net Plant | Total<br>Town of Reading<br>Payments |
|-------|-------------------|----------|--|------------------|---|--------------------------------------|
| CY 18 | 678,237,546       |          |  | \$ 78,483,312    |   |                                      |
| CY 19 | 659,048,638       | 3.66     | \$ 2,480,506   | \$ 80,883,000    | \$ 328,559  | \$ 2,809,065                         |
| CY 20 | 655,732,411       | 3.76     | \$ 2,480,506   | \$ 86,663,000    | \$ 338,576  | \$ 2,819,082                         |
| CY 21 | 655,732,411       | 3.78     | \$ 2,480,506   | \$ 93,673,000    | \$ 362,771  | \$ 2,843,277                         |
| CY 22 | 655,732,411       | 3.5      | \$ 2,295,063   | \$ 100,536,000   | \$ 392,115  | \$ 2,687,179                         |
| CY 23 | 655,732,411       | 3.4      | \$ 2,229,490   | \$ 103,630,000   | \$ 420,844  | \$ 2,650,334                         |
| CY 24 | 655,732,411       | 3.3      | \$ 2,163,917   | \$ 106,642,000   | \$ 433,795  | \$ 2,597,712                         |
| CY 25 | 655,732,411       | 3.2      | \$ 2,098,344   | \$ 108,023,000   | \$ 446,403  | \$ 2,544,747                         |
| CY 26 | 655,732,411       | 3.1      | \$ 2,032,770   | \$ 110,000,000   | \$ 452,184  | \$ 2,484,955                         |
| CY 27 | 655,732,411       | 3.0      | \$ 1,967,197   | \$ 112,000,000   | \$ 460,460  | \$ 2,427,657                         |

### OPTION 2

|       | RMLD<br>kWh Sales | Mils/kWh | Below the Line<br>Town of Reading<br>Payment -<br>Mils/kWh Sales | (3)<br>Net Plant | (1)<br>Above the Line<br>Town of Reading<br>Payment - 20.93%<br>of 2% Net Plant | Total<br>Town of Reading<br>Payments |
|-------|-------------------|----------|--|------------------|---|--------------------------------------|
| CY 18 | 678,237,546       |          |  | \$ 78,483,312    |   |                                      |
| CY 19 | 659,048,638       | 3.66     | \$ 2,480,506   | \$ 80,883,000    | \$ 328,559  | \$ 2,809,065                         |
| CY 20 | 655,732,411       | 3.76     | \$ 2,480,506   | \$ 86,663,000    | \$ 338,576  | \$ 2,819,082                         |
| CY 21 | 655,732,411       | 3.78     | \$ 2,480,506   | \$ 93,673,000    | \$ 362,771  | \$ 2,843,277                         |
| CY 22 | 655,732,411       | 3.75     | \$ 2,458,997   | \$ 100,536,000   | \$ 392,115  | \$ 2,851,112                         |
| CY 23 | 655,732,411       | 3.75     | \$ 2,458,997   | \$ 103,630,000   | \$ 420,844  | \$ 2,879,840                         |
| CY 24 | 655,732,411       | 3.75     | \$ 2,458,997   | \$ 106,642,000   | \$ 433,795  | \$ 2,892,792                         |
| CY 25 | 655,732,411       | 3.75     | \$ 2,458,997   | \$ 108,023,000   | \$ 446,403  | \$ 2,905,400                         |
| CY 26 | 655,732,411       | 3.75     | \$ 2,458,997   | \$ 110,000,000   | \$ 452,184  | \$ 2,911,181                         |
| CY 27 | 655,732,411       | 3.75     | \$ 2,458,997   | \$ 112,000,000   | \$ 460,460  | \$ 2,919,457                         |

### OPTION 3

|       | RMLD<br>kWh Sales | Mils/kWh | Below the Line<br>Town of Reading<br>Payment -<br>Mils/kWh Sales | (3)<br>Net Plant | (1)<br>Above the Line<br>Town of Reading<br>Payment - 20.93%<br>of 2% Net Plant | Total<br>Town of Reading<br>Payments |
|-------|-------------------|----------|--|------------------|---|--------------------------------------|
| CY 18 | 678,237,546       |          |  | \$ 78,483,312    |   |                                      |
| CY 19 | 659,048,638       | 3.66     | \$ 2,480,506   | \$ 80,883,000    | \$ 328,559  | \$ 2,809,065                         |
| CY 20 | 655,732,411       | 3.76     | \$ 2,480,506   | \$ 86,663,000    | \$ 338,576  | \$ 2,819,082                         |
| CY 21 | 655,732,411       | 3.78     | \$ 2,480,506   | \$ 93,673,000    | \$ 362,771  | \$ 2,843,277                         |
| CY 22 | 655,732,411       | 3.78     | \$ 2,480,506   | \$ 100,536,000   | \$ 392,115  | \$ 2,872,621                         |
| CY 23 | 655,732,411       | 3.78     | \$ 2,480,506   | \$ 103,630,000   | \$ 420,844  | \$ 2,901,350                         |
| CY 24 | 655,732,411       | 3.78     | \$ 2,480,506   | \$ 106,642,000   | \$ 433,795  | \$ 2,914,301                         |
| CY 25 | 655,732,411       | 3.78     | \$ 2,480,506   | \$ 108,023,000   | \$ 446,403  | \$ 2,926,909                         |
| CY 26 | 655,732,411       | 3.78     | \$ 2,480,506   | \$ 110,000,000   | \$ 433,795  | \$ 2,914,301                         |
| CY 27 | 655,732,411       | 3.78     | \$ 2,480,506   | \$ 112,000,000   | \$ 460,460  | \$ 2,940,966                         |
| CY 28 | 655,732,411       | 3.78     | \$ 2,480,506   | \$ 114,000,000   | \$ 452,184  | \$ 2,932,690                         |
| CY 29 | 655,732,411       | 3.78     | \$ 2,480,506   | \$ 116,000,000   | \$ 477,204  | \$ 2,957,710                         |

(1) Town of Reading is 20.93% of the entire RMLD load. The latest actual data is based on CY 2018 kWh sales and net plant.

(2) All data is projected except (1)

(3) Net plant projected to increase per 6 year capital plan and trend