

RMLD Payment Scenarios to the Town of Reading

The RMLD would recommend extending the current motion of the payment freeze to the Town of Reading in the amount of \$2,480,506 yearly through 12/31/2021 (current motion goes to 7/1/2021). This would help the town complete it's fiscal year budget and help the RMLD complete it's calendar year budget.

Proposed payments starting 7/1/2022 would be based on the previous completed calendar year audited financial statements of kWh sales. Below are examples of what the payments would look like using a 3-year average of kWh sales, calculated at 3.875mils/kWh sale for scenarios of a payment freeze for 5 years, flat sales, a decrease in sales by 1-2% or an increase in sales by 1%.

At this time, RMLD believes sales to remain flat or decrease by 1%.

1. Freeze payments for 5 years starting on 7/1/2022 based on CY21's 3-year average audited financial statements of 4 mils/kWh sales. Reevaluate mils/kWh sales in year 4 for the subsequent 5 year payment freeze.
Assume a 3-year average of 654,777,868 kWh sales for CY21.

	RMLD kWh Sales	3-Year Average kWh Sales	Mils/kWh	Below the Line	
				Town of Reading Payment Mils/kWh Sales	
CY 18	678,237,546				
CY 19	652,868,781		3.66	\$	2,480,506
CY 20	655,732,411	662,279,579	3.80	\$	2,480,506
CY 21	655,732,411	654,777,868	3.78	\$	2,480,506
CY 22	payment frozen	payment frozen	3.875	\$	2,537,264
CY 23	payment frozen	payment frozen	3.875	\$	2,619,111
CY 24	payment frozen	payment frozen	3.875	\$	2,619,111
CY 25	payment frozen	payment frozen	3.875	\$	2,619,111
CY 26	payment frozen	payment frozen	3.875	\$	2,619,111

2. Payments starting on 7/1/2022 based on CY21's 3-year average audited financial statements of 4 mils/kWh sales considering sales are remaining flat.
Assume a 3-year average of 654,777,868 kWh sales for CY21.

	RMLD kWh Sales	3-Year Average kWh Sales	Mils/kWh	Below the Line	
				Town of Reading Payment Mils/kWh Sales	
CY 18	678,237,546				
CY 19	652,868,781		3.66	\$	2,480,506
CY 20	655,732,411	662,279,579	3.80	\$	2,480,506
CY 21	655,732,411	654,777,868	3.78	\$	2,480,506
CY 22	655,732,411	655,732,411	3.875	\$	2,537,264
CY 23	655,732,411	655,732,411	3.875	\$	2,540,963
CY 24	655,732,411	655,732,411	3.875	\$	2,540,963
CY 25	655,732,411	655,732,411	3.875	\$	2,540,963
CY 26	655,732,411	655,732,411	3.875	\$	2,540,963

3. Payments starting on 7/1/2022 based on CY21's 3-year average audited financial statements of 4 mils/kWh sales considering sales decrease by 1%.
Assume a 3-year average of 646,361,855 kWh sales for CY21.

	RMLD kWh Sales	3-Year Average kWh Sales	Mils/kWh	Below the Line	
				Town of Reading Payment Mils/kWh Sales	
CY 18	678,237,546				
CY 19	652,868,781		3.66	\$	2,480,506
CY 20	646,340,093	659,148,807	3.80	\$	2,480,506
CY 21	639,876,692	646,361,855	3.84	\$	2,480,506
CY 22	633,477,925	639,898,237	3.875	\$	2,504,652
CY 23	627,143,146	633,499,255	3.875	\$	2,479,606
CY 24	620,871,715	627,164,262	3.875	\$	2,454,810
CY 25	614,662,997	620,892,619	3.875	\$	2,430,262
CY 26	608,516,368	614,683,693	3.875	\$	2,405,959

4. Payments starting on 7/1/2022 based on CY21's 3-year average audited financial statements of 4 mils/kWh sales considering sales decrease by 2%.
Assume a 3-year average of 639,898,455 kWh sales for CY21.

	RMLD kWh Sales	3-Year Average kWh Sales	Mils/kWh	Below the Line	
				Town of Reading Payment Mils/kWh Sales	
CY 18	678,237,546				
CY 19	652,868,781		3.66	\$	2,480,506
CY 20	639,811,405	656,972,577	3.80	\$	2,480,506
CY 21	627,015,177	639,898,455	3.88	\$	2,480,506
CY 22	614,474,874	627,100,485	3.875	\$	2,479,607
CY 23	602,185,376	614,558,476	3.875	\$	2,430,014
CY 24	590,141,669	602,267,306	3.875	\$	2,381,414
CY 25	578,338,835	590,221,960	3.875	\$	2,333,786
CY 26	566,772,059	578,417,521	3.875	\$	2,287,110

5. Payments starting on 7/1/2022 based on CY21's 3-year average audited financial statements of 4 mils/kWh sales considering sales increase by 1%.
Assume a 3-year average of 659,419,231 kWh sales for CY21.

	RMLD kWh Sales	3-Year Average kWh Sales	Mils/kWh	Below the Line	
				Town of Reading Payment Mils/kWh Sales	
CY 18	678,237,546				
CY 19	652,868,781		3.66	\$	2,480,506
CY 20	659,397,469	663,501,265	3.80	\$	2,480,506
CY 21	665,991,443	659,419,231	3.76	\$	2,480,506
CY 22	672,651,358	666,013,423	3.875	\$	2,555,250
CY 23	679,377,872	672,673,558	3.875	\$	2,580,802
CY 24	686,171,650	679,400,293	3.875	\$	2,606,610
CY 25	693,033,367	686,194,296	3.875	\$	2,632,676
CY 26	699,963,700	693,056,239	3.875	\$	2,659,003