

Tennessee Valley Authority Fuel Cost Adjustments (TVA FCA)
Memphis Light, Gas and Water Division

FCA Rates¹

| Effective Date² Meters Read On or After: | Residential | Commercial | | | Lighting | Drainage Pumping |
|--|--------------------|-------------------|------------------|------------------|-----------------|-------------------------|
| | E1/V1 | E2/V2 | E2-2/V2-2 | E2-3/V2-3 | E3/V3 | E4/V4 |
| March 31, 2011 | \$0.02503 | \$0.02477 | \$0.02477 | \$0.02447 | \$0.02507 | \$0.02477 |
| May 3, 2011 | \$0.02473 | \$0.02447 | \$0.02447 | \$0.02417 | \$0.02477 | \$0.02447 |
| June 2, 2011 | \$0.02493 | \$0.02467 | \$0.02467 | \$0.02437 | \$0.02497 | \$0.02467 |
| July 1, 2011 | \$0.02833 | \$0.02804 | \$0.02804 | \$0.02770 | \$0.02838 | \$0.02804 |
| August 2, 2011 | \$0.02888 | \$0.02858 | \$0.02858 | \$0.02823 | \$0.02892 | \$0.02858 |
| August 31, 2011 | \$0.02807 | \$0.02777 | \$0.02777 | \$0.02744 | \$0.02811 | \$0.02777 |
| September 30, 2011 | \$0.02457 | \$0.02431 | \$0.02431 | \$0.02402 | \$0.02461 | \$0.02431 |
| October 31, 2011 | \$0.02401 | \$0.02376 | \$0.02376 | \$0.02347 | \$0.02405 | \$0.02376 |
| December 1, 2011 | \$0.02612 | \$0.02585 | \$0.02585 | \$0.02553 | \$0.02616 | \$0.02585 |
| January 3, 2012 | \$0.02372 | \$0.02347 | \$0.02347 | \$0.02319 | \$0.02375 | \$0.02347 |
| February 1, 2012 | \$0.02103 | \$0.02081 | \$0.02081 | \$0.02056 | \$0.02106 | \$0.02081 |

Estimated Residential Customer Impacts³

| Compared to Same Month Last Year | FCA Rate | FCA Impact |
|---|--------------------|-------------------|
| February 2011, 1000 kWh | \$0.02410 | \$24.10 |
| February 2012, 1000 kWh | \$0.02103 | \$21.03 |
| Compared to Same Month Last Year | Decrease of | \$3.07 |

| Compared to Last Month | FCA Rate | FCA Impact |
|-------------------------------|--------------------|-------------------|
| January 2012, 1000 kWh | \$0.02372 | \$23.72 |
| February 2012, 1000 kWh | \$0.02103 | \$21.03 |
| Compared to Last Month | Decrease of | \$2.69 |

Notes:

- 1) FCA Rates are in \$/kWh and only apply to a customer's consumption.
- 2) Beginning April 2011, the FCA numbers quoted here includes fuel from the base rate.
- 3) Estimated Residential Impacts are based on a proxy of 1,000 kWh. Actual usage will vary. Impacts can be higher or lower for individual customer accounts.