

## PLANT ACCOUNTING

December 31, 2018

Guadalupe Perez

Subject: **Fourth Quarter 2018 AFUDC Rate Monitoring and Analysis**

The following table provides the 2018 AFUDC rate and the allocation for borrowed and Equity funds. The 4<sup>th</sup> quarter 2018 analysis resulted in an 8 basis point (bp) increase of the annual gross nominal rate to 6.85% from 6.77%. The change is less than 25 basis points, therefore, there will not be an update on the AFUDC rate for 4<sup>th</sup> quarter 2018.

If you have any questions regarding this information, please contact me at PAX 21923.

Effective Month	Gross Nominal Rate	Power Plant System Rate / Monthly System Rate	Allocation of Gross Funds Borrowed (%) / Equity (%)
December 2018	6.765098%	6.671676% 0.555973%	29.83% / 70.17%
September 2018	6.765098%	6.671676% 0.555973%	29.83% / 70.17%
June 2018	6.329190%	6.247308% 0.520609%	31.92% / 68.08%
March 2018	6.329190%	6.247308% 0.520609%	31.92% / 68.08%
January 2018	6.329190%	6.247308% 0.520609%	31.92% / 68.08%

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