

## Exhibit K

### ADJUSTMENTS TO SLICE PERCENTAGE

#### 1. ADJUSTMENT TO SLICE PERCENTAGE DUE TO ADDITIONAL CHWM AMOUNT

##### 1.1 Definitions

The following term definitions apply only to this Exhibit K, Slice Percentage.

- 1.1.1 “Additional CHWM Amount” means, for each FY beginning with FY 2012, the sum of additional CHWM amounts for New Public Utility Customers and DOE Richland, if any, as determined in the applicable Rate Case and rounded to a whole number, expressed in aMW.
- 1.1.2 “Interim Critical Slice Amount” means, for any FY, an amount equal to «Customer Name»’s Initial Slice Percentage multiplied by the annual Critical Inventory Amount as stated in Exhibit I, rounded to three decimal digits, expressed in annual aMW.
- 1.1.3 “Interim Firm Power at Tier 1 Rates” means, for any FY, the lesser of (1) «Customer Name»’s RHWL or (2) «Customer Name»’s Net Requirement as determined in Exhibit A, Net Requirements, expressed in annual aMW.
- 1.1.4 “Slice Percentage Adjustment Ratio” or “SPAR” means the ratio that is determined by dividing the sum of Existing Customer CHWM amounts by the sum of the Existing Customer CHWM amounts plus the Additional CHWM Amount. The SPAR shall be expressed as a five-digit decimal number and entered into the table in section 1.3 below.

##### 1.2 Initial Slice Percentage

The Initial Slice Percentage is as specified in section 2 of Exhibit Q.

##### 1.3 Establishing SPAR Amounts

No later than 30 days prior to the beginning of each FY, beginning with FY 2012, the SPAR shall be computed by BPA and entered into the table below.

Fiscal Year	Slice Percentage Adjustment Ratio
FY 2012	<i>x.xxxxx</i>
FY 2013	<i>x.xxxxx</i>
FY 2014	<i>x.xxxxx</i>
FY 2015	<i>x.xxxxx</i>

<b>Fiscal Year</b>	<b>Slice Percentage Adjustment Ratio</b>
FY 2016	<i>x.xxxxx</i>
FY 2017	<i>x.xxxxx</i>
FY 2018	<i>x.xxxxx</i>
FY 2019	<i>x.xxxxx</i>
FY 2020	<i>x.xxxxx</i>
FY 2021	<i>x.xxxxx</i>
FY 2022	<i>x.xxxxx</i>
FY 2023	<i>x.xxxxx</i>
FY 2024	<i>x.xxxxx</i>
FY 2025	<i>x.xxxxx</i>
FY 2026	<i>x.xxxxx</i>
FY 2027	<i>x.xxxxx</i>
FY 2028	<i>x.xxxxx</i>

**1.4 Adjustment To Slice Percentage**

No later than 30 days prior to the beginning of each Fiscal Year, beginning with FY 2012, BPA shall adjust «Customer Name»’s Slice Percentage if there is an Additional CHWM Amount using the procedure described below.

**1.4.1 Adjustment To Slice Percentage when Interim Firm Power at Tier 1 Rates is Greater Than or Equal To Interim Critical Slice Amount**

If the Interim Firm Power at Tier 1 Rates is greater than or equal to the Interim Critical Slice Amount, then «Customer Name»’s Slice Percentage shall be set equal to the Initial Slice Percentage multiplied by the SPAR. «Customer Name»’s Slice Percentage so computed will be entered into the table in section 3 of Exhibit J as a percentage rounded to the fifth digit.

**1.4.2 Adjustment To Slice Percentage when Interim Firm Power at Tier 1 Rates is Less Than Interim Critical Slice Amount**

If the Interim Firm Power at Tier 1 Rates is less than the Interim Critical Slice Amount, then «Customer Name»’s Interim Firm Power at Tier 1 Rates shall be divided by the annual Critical Inventory Amount as stated in Exhibit I. This amount shall then be multiplied by the SPAR to compute the adjusted Slice Percentage. «Customer Name»’s Slice Percentage so computed will be entered into the table in section 3 of Exhibit J as a percentage rounded to the fifth digit.

**2. ADJUSTMENT TO SLICE PERCENTAGE DUE TO LOAD LOSS**

If, for any FY, «Customer Name»'s annual Net Requirement forecast, as determined pursuant to section \_\_\_ of Exhibit A, is less than «Customer Name»'s RHWM, then the following provisions shall apply.

**2.1 Remarketing of Tier 2 Purchase Amounts, If Any, and Removal of Dedicated Resources**

Pursuant to section 10 of the body of this Agreement, «Customer Name»'s Tier 2 purchase amounts, if any, shall be remarketed by BPA and Dedicated Resources shall be removed in accordance with such section 10.

**2.2 Reduction of Tier 1 Block Amount**

If, after implementation of the provisions of section 2.1 above, «Customer Name»'s annual Net Requirement forecast remains less than «Customer Name»'s RHWM, then BPA shall reduce the annual Tier 1 Block Amount, as specified in section 1 of Exhibit C.

**2.3 Reduction of Critical Slice Amount**

If, after implementation of the provisions of sections 2.1 and 2.2 above, «Customer Name»'s annual Net Requirement forecast remains below «Customer Name»'s RHWM, then BPA shall reduce the annual Critical Slice Amount, as specified in Exhibit I, and the provisions of section 2.4 below shall apply.

**2.4 Adjustment to Slice Percentage Due to Reduction of Critical Slice Amount**

[To be completed.]

**3. REVISIONS**

[To be completed.]