

**SENATE OF VIRGINIA
AMENDMENT FORM**

Number: 1/13/99
Consolidated
Draft

Amendment Number: Cooperatives
Amendment 7

Committee:

or

Floor Amendment Offered By:

Title Amendment

Page 18 **line** 14 **after** definition).

Strike

Insert

In determining total stranded costs for a distribution electric cooperative, the Commission shall use a methodology that ensures that the cooperative and any power supply cooperative of which the cooperative is or was a member will be able to continue to meet their required financial obligations, commitments and covenants. For cooperatives, stranded costs will be measured by the amount of cash necessary to reduce the average cost of wholesale power to the distribution cooperative to the cost the competitive market would charge for equivalent service upon the commencement of customer choice. For cooperatives that are members of a power supply cooperative, the average cost of wholesale power shall be determined by taking the total expense for delivered kilowatt-hours, adding indenture or mortgage net margin requirements, and dividing that amount by the total kilowatt-hours, adding indenture or mortgage net margin requirements, and dividing that amount by the total kilowatt-hour sales.

Date: _____

Date: _____

Agreed to: _____

Clerk

Agreed to: _____

Rejected: _____

Clerk