

Figure: 16 TAC §25.511(h)(2)

Performance Year 1 -- The electric generating facility achieves an EAF of 96. The applicant receives a full grant payment of \$1,200,000.

Performance Year 2 -- The electric generating facility achieves an EAF of 85. The formula results in the following grant payment discount:

$$0.25(\$12,000) + 0.015(85 - 50)(\$12,000) = \$9,300 \times 100 \text{ MW}$$

The applicant will receive a discounted grant payment of \$930,000.

Performance Year 3 -- The electric generating facility achieves an EAF of 48. The applicant receives no grant payment.