

INFLATION FACTOR  
FOR  
2002

1.58%

DEMONSTRATION  
INFLATION FACTOR CALCULATION

The Demonstration Inflation Factor was calculated using the most recent 12 months of data available from the Boechk Index prior to the Board Meeting. The actual inflation factor applied on 12/31/2002 will be calculated using the most recent data available at that time.

(September 31, 2002)		(September 31, 2001)				
<u>2102.1</u>	-	<u>2046.9</u>	X	100	=	2.7 % Demonstration Inflation
		Factor				
	2046.9					

