Liberty Utilities

Electric Rates Explained

HOW ARE RATES DETERMINED?

As a regulated utility, Liberty Utilities' rates must be approved by the California Public Utilities Commission (CPUC). Rates reflect the cost to provide customer care, emergency and outage services, maintenance and improvement of infrastructure, and recovery of operating costs to serve customers safely and reliably. Costs are a direct pass-through to the customer with a CPUC-approved return on investment. A significant portion of your bill is for purchased energy costs.

Liberty Utilities may adjust rates to reflect costs through a rate request. The CPUC requires submission of a rate request every three years; other rate adjustments may occur through advice letters and applications. The CPUC reviews the detailed requests and may make modifications before a decision is rendered.

Once rates are approved, they become part of a larger Tariff document. Tariffs are a detailed accounting of the services we deliver, our rates for those services, and the policies we adhere to. You can view those Tariffs by visiting www.libertyutilities.com on our Rates webpage.

WHAT IS MY RATE CLASS?

Rates are categorized by rate class, with each rate class assigned specific charges. In general, there are four rate classes:

RESIDENTIAL (DOMESTIC) SERVICE (D1)

- SMALL COMMERCIAL SERVICE (A1) Less than 50 kW demand per month.
- MEDIUM COMMERCIAL SERVICE (A2) Between 50 kW and 200 kW demand per month.

(2) LARGE COMMERCIAL SERVICE (A3) Greater than 200 kW demand per month.

There are additional rate classes within each of these four general categories such as Time-Of-Use rates and CARE (California Alternate Rates for Energy). Please see the individual rate schedules (or Tariffs) for this information as well as each rate class' qualifications.

HOW DO I KNOW WHAT RATE CLASS I'M IN?

Customers can look on their bill statement for their rate code. This code corresponds to a rate class. Below are the rate classes with corresponding rate codes.

- (5) RESIDENTIAL RATE CLASS CODES (D1): E02, E04, E06, E08, E10, E12, E14, E16, E42, E44, E46, E48
- SMALL COMMERCIAL RATE CLASS CODES (A1): E50, E5A
- MEDIUM COMMERCIAL RATE CLASS CODES (A2): E52
- (£) LARGE COMMERCIAL RATE CLASS CODES (A3):

E6OnWin; E6MidWin; E6OffWin; E8SumOn; E8SumOff

HOW AM I CHARGED?

Your rate class and code determines how you are charged as defined by CPUC-authorized Tariffs. Below are the various charge categories customers may see on their bill.

Customer Charge: per meter; per month.

Energy Charge (use): Per kWh.

Other Energy Charges: These are single-line items on your bill; many of them are CPUC requirements.

Demand Charge: Per kW of Maximum Demand per month; different for winter and summer; this is the energy demand on the system, not the actual usage. This is for Medium Commerical (A2) and Large Commercial (A3) customers only.

Facilities Charge: Per kW of Maximum Demand per month. This is for (A3) customers only.

Additional Charges: There are additional line-item charges on your bill as authorized and required by the CPUC. Please visit our website for details.

Local and Responsive. We Care.

HOW IS MY BILL CALCULATED?

Your bill is calculated based on the applicable rate class using the CPUC-approved Tariff charges. Bills are based on the meter read for a 27 to 33 day period.

SUMMARY RATE SCHEDULES

The following pages provide a summary of Liberty Utilities' Rate Tariffs as approved by the California Public Utilities Commission as of the date on this document. All costs given are for all kWh, per kWh (usage) and applied to both Base and Excess of Base usage unless otherwise noted. Rates are presented for the four major customer classes in summary format for easier customer review. Customers are encouraged to visit the individual Rate Tariff Sheet, Glossary of Terms and Understanding Your Bill webpages for further explanation. Visit www.libertyutilities.com and click on the Rates link or call 1-800-782-2506.



www.libertyutilities.com

North Lake Tahoe 701 National Avenue Tahoe Vista, CA 96148 South Lake Tahoe 933 Eloise Avenue South Lake Tahoe, CA 96150

RESIDENTIAL (DOMESTIC) CUSTOMERS (D1) TYPES

Primary: Primary place of residence. Bills are calculated using two different rates: discounted rate (known as baseline allowance) and a rate for electricity used in excess of the baseline allowance. The baseline amount is different for winter and summer.

Non-Primary: Not primary place of residence; a second home or vacation rental. The baseline (discounted) rate does not apply to secondary residences.

CARE: California Alternate Rates for Energy; a discounted rate for income-qualified primary customers.

Medical Baseline Quantity: Additional baseline allowance (16.5 kWh per day) provided to customers requiring life support equipment; any customer on this rate will have an "M" or "MM" at the end of their rate code (not shown below). *See Tariff sheets for baseline details.*

RESIDENTIAL (DOMESTIC) SERVICE (D1) Rate Codes: (see below)							
Primary Non-Primary CARE							
Basic Use	E02	E10	E42				
Basic Electric w/							
Electric Heat	E04	4 E12 E44					
Basic Electric w/							
Hot Water Heat	E06	E14	E46				
All-Electric Use	E08	E16 E48					
Customer Charge							
Per meter, per month	\$ 8.50	\$ 8.50	\$ 6.80				
Total kWh <i>(Usage)</i> Charge							
Base*	\$ 0.12128	N/A	\$ 0.09666				
Excess	\$ 0.14489	\$ 0.14489	\$ 0.11555				

*Base (or Baseline) kWh/day

Note: There are additional charges on your bill as authorized and required by the CPUC. See Tariff sheets for details.

RESIDENTIAL (D1) BASELINE (kWh/DAY)				
Rate Code	Winter			
	May 1-Oct. 31	Nov. 1-April 30		
E02, E42, E06, E46	14.5	19.0		
E04, E44,E08, E48	16.4	31.4		

		Primary	Non-Primary	CARE
TOTAL RESIDENTIAL kWh (USAGE) CHARGE BREAKD	own	l:		
Surcharges (per kWh)				
CPUC	\$	0.00046	\$ 0.00046	\$ 0.00046
CEC	\$	0.00029	\$ 0.00029	\$ 0.00029
Distribution Energy Charge (per kWh)				
Base	\$	0.06682	N/A	\$ 0.04420
Excess	\$	0.06682	\$ 0.06682	\$ 0.03948
Public Purpose Programs (PPP) (per kWh)				
CARE	\$	0.00200	\$ 0.00200	N/A
ESA	\$	0.00038	\$ 0.00038	\$ 0.00038
Energy Efficiency	\$	0.00086	\$ 0.00086	\$ 0.00086
Energy Cost (ECAC) (per kWh)				
Base	\$	0.03300	N/A	\$ 0.03300
Excess	\$	0.05009	\$ 0.05009	\$ 0.05009
Generation Energy Charge (per kWh)				
Base	\$	0.00770	N/A	\$ 0.00770
Excess	\$	0.01422	\$ 0.01422	\$ 0.01422
ECAC Amoritization (per kWh)	(\$	0.00705)	(\$ 0.00705)	(\$ 0.00705)
Vegetation Management (VM) (per kWh)	\$	0.00435	\$ 0.00435	\$ 0.00435
Carbon Pollution Permit Cost (per kWh)	\$	0.00542	\$ 0.00542	\$ 0.00542
Note: Residential Customers receive a Climate Credit in April and Octob	er to o	ffset this charge	2.	
Solar Initiative Program (SIP) (per kWh)	\$	0.00061	\$ 0.00061	\$ 0.00061
Catastrophic Event Memorandum Account				
(CEMA) (per kWh)	\$	0.00174	\$ 0.00174	\$ 0.00174
General Rate Case (GRC) Memorandum Account				
(per kWh)*	\$	0.00470	\$ 0.00470	\$ 0.00470
*To be eliminated 12/31/18				

RESIDENTIAL (D1) SAMPLE BILL CALCULATION			
Customer Charge (Per meter, per month)	\$ 8.50		
Base Usage 435 kWh @ 0.12128 =	\$ 52.76		
Excess Usage 135 kWh @ 0.14489 =	\$19.56		
TOTAL CURRENT CHARGES:	\$80.82		

Rate Codes: E50 (<20 kW demand per month), E5A (>20 kW but <50 kW demand per month)					
	E50		E5A		
Customer Charge					
Per meter, per month	\$	15.29	\$	15.29	
Total kWh (Usage) Charge	\$	0.14706	\$	0.15085	
TOTAL SMALL COMMERCIAL kWh (USAGE) CHARGE BREA	KDOWI	N:			
Surcharges (per kWh)					
CPUC	\$	0.00046	\$	0.00046	
CEC	\$	0.00029	\$	0.00029	
Distribution Energy Charge (per kWh)	\$	0.07659	\$	0.07659	
Public Purpose Programs (PPP) (per kWh)					
CARE	\$	0.00200	\$	0.00200	
ESA	\$	0.00038	\$	0.00038	
Energy Efficiency	\$	0.00086	\$	0.00086	
Energy Cost (ECAC) (per kWh)	\$	0.04384	\$	0.04384	
Generation Energy Charge (per kWh)	\$	0.01430	\$	0.01430	
ECAC Amoritization (per kWh)	(\$	0.00705)	(\$	0.00705)	
Vegetation Management (VM) (per kWh)	\$	0.00451	\$	0.00451	
Carbon Pollution Permit Cost (per kWh)	\$	0.00542	\$	0.00542	
Climate Credit (per kWh)	(\$	0.00379)	N/.	A	
Solar Initiative Program (SIP) (per kWh)	\$	0.00061	\$	0.00061	
Catastrophic Event Memorandum Account (CEMA) (per kWh)	\$	0.00174	\$	0.00174	

*To be eliminated 12/31/18

SMALL COMMERCIAL (A1) SAMPLE BILL CALCULATION						
Customer Charge	\$ 15.29	\$ 15.29				
384 kWh @ 0.14706 =	\$ 56.47	N/A				
7600 kWh @ 0.15085 =	N/A	\$1146.46				
TOTAL CURRENT CHARGES	\$ 71.76	\$1161.75				

0.00690

\$ 0.00690

Note: There are additional charges on your bill as authorized and required by the CPUC. See Tariff sheets for details.

General Rate Case (GRC) Memorandum Account (per kWh)* \$

Medium Commercial Service (A2) (Updated 5-10-2018)

Rate Code: E52 (between 50 kW and 200 kW demand per month)					
W	Winter (10/1-5/31)			Summer (6/1-9/30)	
Customer Charge					
Per meter, per month	\$	38.51	\$	38.51	
Demand Charge (per kW)	\$	11.41	\$	7.42	
Total kWh (Usage) Charge	\$	0.07961	\$	0.11222	
TOTAL MEDIUM COMMERCIAL kWh (USAGE) CHARGE BREA	KDOW	/N:			
Surcharges (per kWh)					
CPUC	\$	0.00046	\$	0.00046	
CEC	\$	0.00029	\$	0.00029	
Distribution Energy Charge (per kWh)	\$	0.03011	N/A		
Public Purpose Programs (PPP) (per kWh)					
CARE	\$	0.00200	\$	0.00200	
ESA	\$	0.00038	\$	0.00038	
Energy Efficiency	\$	0.00086	\$	0.00086	
Energy Cost (ECAC) (per kWh)	\$	0.03092	\$	0.06809	
Generation Energy Charge (per kWh)	N	'A	\$	0.02555	
ECAC Amoritization (per kWh)	(\$	0.00705)	(\$	0.00705)	
Vegetation Management (VM) (per kWh)	\$	0.00448	\$	0.00448	
Carbon Pollution Permit Cost (per kWh)	\$	0.00542	\$	0.00542	
Solar Initiative Program (SIP) (per kWh)	\$	0.00061	\$	0.00061	
Catastrophic Event Memorandum Account					
(CEMA) (per kWh)	\$	0.00174	\$	0.00174	
General Rate Case (GRC) Memorandum Account (per kWh)* \$	0.00939	\$	0.00939	

*To be eliminated 12/31/18

MEDIUM COMMERCIAL (A2) SAMPLE BILL CALCULATION		
Customer Charge	\$ 38.51	
Demand Charge		
26 kW @ 11.41 =	\$ 296.66	
9080 kWh @ .07961 =	\$ 722.86	
TOTAL CURRENT CHARGES	\$1058.03	

Note: There are additional charges on your bill as authorized and required by the CPUC. See Tariff sheets for details.

Description Large Commercial Service (A3) (Updated 5-10-2018)

(>200 kw demand per month) Rate Codes: Corresponds with Time-Of-Use periods (see below)					
RATE CODE	E6OnWin	E6MidWin	E6OffWin	E8SumOn	E8SumOff
TOU PERIOD	Winter - ON Oct. 1-May 31 5:01 PM-10:00 PM	Winter - MID Oct. 1-May 31 7:01 AM-5:00 PM	Winter - Off All Other	Summer - ON June 1-Sept. 30 10:01 AM-10:00 PM	Summer - OFF All Other
Customer Charge					
Per meter, per month	\$ 455.59	N/A	N/A	\$ 455.59	N/A
Facility Charge (per kW of maximum demand)	\$ 5.12	N/A	N/A	\$ 5.12	N/A
Demand Charge (per kW)					
Distribution	\$ 6.31	\$ 1.87	N/A	\$ 2.64	N/A
Generation	\$ 1.64	\$ 1.12	N/A	\$ 10.48	N/A
Total kWh (Usage) Charge	\$ 0.07524	\$ 0.07430	\$ 0.06062	\$ 0.07923	\$ 0.06140
TOTAL LARGE COMMERCIAL kWh (USAGE) CHARGE BREAKDOWN:					
Surcharges (per kWh)					
CPUC	\$ 0.00046	\$ 0.00046	\$ 0.00046	\$ 0.00046	\$ 0.00046
CEC	\$ 0.00029	\$ 0.00029	\$ 0.00029	\$ 0.00029	\$ 0.00029
Distribution Energy Charge (per kWh)	\$ 0.01284	\$ 0.01100	\$ 0.00589	\$ 0.01694	\$ 0.00924
Public Purpose Programs (PPP) (per kWh)					
CARE	\$ 0.00200	\$ 0.00200	\$ 0.00200	\$ 0.00200	\$ 0.00200
ESA	\$ 0.00038	\$ 0.00038	\$ 0.00038	\$ 0.00038	\$ 0.00038
Energy Efficiency	\$ 0.00086	\$ 0.00086	\$ 0.00086	\$ 0.00086	\$ 0.00086
Energy Cost (ECAC) (per kWh)	\$ 0.04699	\$ 0.04789	\$ 0.03932	\$ 0.04688	\$ 0.03675
Generation Energy Charge (per kWh)	N/A	N/A	N/A	N/A	N/A
ECAC Amoritization (per kWh)	(\$ 0.00705)	(\$ 0.00705)	(\$ 0.00705)	(\$ 0.00705)	(\$ 0.00705)
Vegetation Management (VM) (flat fee)	\$ 672.55	N/A	N/A	\$ 672.55	N/A
Carbon Pollution Permit Cost (per kWh)	\$ 0.00542	\$ 0.00542	\$ 0.00542	\$ 0.00542	\$ 0.00542
Solar Initiative Program (SIP) (per kWh)	\$ 0.00061	\$ 0.00061	\$ 0.00061	\$ 0.00061	\$ 0.00061
Catastrophic Event Memorandum Account (CEMA) (per kWh)	\$ 0.00174	\$ 0.00174	\$ 0.00174	\$ 0.00174	\$ 0.00174
General Rate Case (GRC) Memorandum Account (per kWh)*	\$ 0.01070	\$ 0.01070	\$ 0.01070	\$ 0.01070	\$ 0.01070
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*To be eliminated 12/31/18

LARGE COMMERCIAL (A3) SAMPLE BILL CALCULATION

Please call Customer Care at 1-800-782-2506 for sample bill calculation

Note: There are additional charges on your bill as authorized and required by the CPUC. See Tariff sheets for details.