

STATEMENT OF RATES
RATES APPLICABLE TO SOUTH LAKE TAHOE SERVICE AREA [1]

| Schedule No. and Type of Charge | Margin | Charges [2] and Adjustments | | Subtotal Gas Usage Rate | Other Surcharges | | Gas Cost | Effective Sales Rate |
|--|-----------|-----------------------------------|-----------|----------------------------|------------------|-----------|------------|-------------------------|
| | | | | | CPUC | PPP | | |
| SLT-10-Residential Gas Service | | | | | | | | |
| Basic Service Charge | \$ 5.00 | | | | | | | \$ 5.00 |
| Cost per Therm | | | | | | | | |
| Baseline Quantities | \$.34482 | \$.22546 | \$.57028 | \$.00166 | \$.05815 | \$.34643 | \$.97652 | |
| Tier II | .43236 | .22546 | .65782 | .00166 | .05815 | .34643 | 1.06406 | |
| SLT-12-CARE Residential Gas Service | | | | | | | | |
| Basic Service Charge | \$ 4.00 | | | | | | | \$ 4.00 |
| Cost per Therm | | | | | | | | |
| Baseline Quantities | \$.16148 | \$.22546 | \$.38694 | \$.00166 | \$.04724 | \$.34643 | \$.78227 | |
| Tier II | .23151 | .22546 | .45697 | .00166 | .04724 | .34643 | .85230 | |
| SLT-15-Secondary Residential Gas Service | | | | | | | | |
| Basic Service Charge | \$ 6.00 | | | | | | | \$ 6.00 |
| Cost per Therm | \$.47664 | \$.22546 | \$.70210 | \$.00166 | \$.05815 | \$.34643 | \$ 1.10834 | |
| SLT-20-Multi-Family Master-Metered Gas Service | | | | | | | | |
| Basic Service Charge | \$ 11.00 | | | | | | | \$ 11.00 |
| Cost per Therm | | | | | | | | |
| Baseline Quantities | \$.34482 | \$.22546 | \$.57028 | \$.00166 | \$.05815 | \$.34643 | \$.97652 | |
| Tier II | .43236 | .22546 | .65782 | .00166 | .05815 | .34643 | 1.06406 | |
| SLT-25-Multi-Family Master-Metered Gas Service-Submetered | | | | | | | | |
| Basic Service Charge | \$ 11.00 | | | | | | | \$ 11.00 |
| Cost per Therm | | | | | | | | |
| Baseline Quantities | \$.34482 | \$.22546 | \$.57028 | \$.00166 | \$.05815 | \$.34643 | \$.97652 | |
| Tier II | .43236 | .22546 | .65782 | .00166 | .05815 | .34643 | 1.06406 | |
| Submetered Discount per Occupied Space | (\$7.69) | | | | | | | (\$ 7.69) |
| SLT-35-Agriculture Employee Housing & Nonprofit Group Living Facility Gas Service | | | | | | | | |
| Basic Service Charge | \$ 8.80 | | | | | | | \$ 8.80 |
| Cost per Therm | | | | | | | | |
| First 100 | \$.25211 | \$.22546 | \$.47757 | \$.00166 | \$.04724 | \$.34643 | \$.87290 | |
| Next 500 | .19713 | .22546 | .42259 | .00166 | .04724 | .34643 | .81792 | |
| Next 2,400 | .14217 | .22546 | .36763 | .00166 | .04724 | .34643 | .76296 | |
| Over 3,000 | .04759 | .22546 | .27305 | .00166 | .04724 | .34643 | .66838 | |
| SLT-40-Core General Gas Service (non-Covered Entities) | | | | | | | | |
| Basic Service Charge | \$ 11.00 | | | | | | | \$ 11.00 |
| Transportation Service Charge | \$780.00 | | | | | | | \$780.00 |
| Cost per Therm | | | | | | | | |
| First 100 | \$.45811 | \$.22546 | \$.68357 | \$.00166 | \$.05815 | \$.34643 | \$ 1.08981 | |
| Next 500 | .38939 | .22546 | .61485 | .00166 | .05815 | .34643 | 1.02109 | |
| Next 2,400 | .32068 | .22546 | .54614 | .00166 | .05815 | .34643 | .95238 | |
| Over 3,000 | .20246 | .22546 | .42792 | .00166 | .05815 | .34643 | .83416 | |

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| Schedule No. and Type of Charge | Margin | Charges [2] and Adjustments | Subtotal Gas Usage Rate | <u>Other Surcharges</u> | | Gas Cost | Effective Sales Rate |
|---|-----------|-----------------------------------|----------------------------|-------------------------|-----------|-----------|-------------------------|
| | | | | CPUC | PPP | | |
| <u>SLT-40-Core General Gas Service (Covered Entities)</u> | | | | | | | |
| Basic Service Charge | \$11.00 | | | | | | \$11.00 |
| Transportation Service Charge | \$780.00 | | | | | | \$780.00 |
| Cost per Therm | | | | | | | |
| First 100 | \$.45811 | \$.17269 | \$.63080 | \$.00166 | \$.05815 | \$.34643 | \$ 1.03704 |
| Next 500 | .38939 | .17269 | .56208 | .00166 | .05815 | .34643 | .96832 |
| Next 2,400 | .32068 | .17269 | .49337 | .00166 | .05815 | .34643 | .89961 |
| Over 3,000 | .20246 | .17269 | .37515 | .00166 | .05815 | .34643 | .78139 |
| <u>SLT-50-Core Natural Gas Service for Motor Vehicles</u> | | | | | | | |
| Basic Service Charge | \$11.00 | | | | | | \$11.00 |
| Cost per Therm | \$.22096 | \$.22546 | \$.44642 | \$.00166 | \$.05815 | \$.34643 | \$.85266 |
| <u>SLT-60-Core Internal Combustion Engine Gas Service</u> | | | | | | | |
| Basic Service Charge | \$ 11.00 | | | | | | \$ 11.00 |
| Cost per Therm | \$.25140 | \$.22546 | \$.47686 | \$.00166 | \$.05815 | \$.34643 | \$.88310 |
| <u>SLT-66-Core Small Electric Power Generation Gas Service</u> | | | | | | | |
| Basic Service Charge | \$ 11.00 | | | | | | \$ 11.00 |
| Cost per Therm | \$.25140 | \$.22546 | \$.47686 | \$.00166 | | \$.34643 | \$.82495 |
| <u>SLT-70-Noncore General Gas Transportation Service</u> | | | | | | | |
| Basic Service Charge | \$ 100.00 | | | | | | \$ 100.00 |
| Transportation Service Charge | \$ 780.00 | | | | | | \$ 780.00 |
| Cost per Therm | \$.18433 | \$.06551 | \$.24984 | \$.00166 | \$.05815 | | \$.30965 |
| <u>TFF-Transportation Franchise Fee Surcharge Provision</u> | | | | | | | |
| TFF Surcharge per Therm | | | | | | | \$.00412 |
| <u>TDS-Transportation Distribution System Shrinkage Charge</u> | | | | | | | |
| TDS Charge per Therm | | | | | | | \$.00194 |
| <u>MHPS-Master-Metered Mobile Home Park Safety Inspection Provision</u> | | | | | | | |
| MHPS Surcharge per Space per Month | | | | | | | \$.21000 |

STATEMENT OF RATES

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[1] Customers taking only transportation service will pay the Effective Sales Rate less the Interstate Reservation and Gas Cost components of the Effective Sales Rate, plus a Transportation Service Charge of \$780 per month and an amount for distribution shrinkage calculated by multiplying the currently effective Gas Cost rate per therm by the Lost and Unaccounted For Gas percentage of 0.56%. The PGA Balancing Account Adjustment is applicable to customers converting from sales service to transportation service for a period of 12 months. The volume charge for customer-secured natural gas transportation service will also be subject to the TFF Surcharge.

[2] The Charges and Adjustments applicable to each tariff rate schedule includes the following components:

| Charges and Adjustments Description | SLT-10, SLT-12, SLT-15, SLT-20, SLT-25, SLT-35, | SLT-40 (non- Covered Entities), SLT-50, SLT-60, SLT-66 | SLT-40, (Covered Entities) | SLT-70 |
|--------------------------------------|--|---|----------------------------------|------------------|
| Upstream Interstate Charges | | | | |
| Storage | \$.02174 | | \$.02174 | |
| Reservation | .20533 | | .20533 | |
| IRRAM Surcharge | .00000 | | .00000 | \$.00000 |
| Balancing Account Adjustments | | | | |
| FCAM* | (.05694) | | (.05694) | .01018 |
| GHGBA** | | | | |
| Non-Covered Entities [a] | .05353 | | | .05353 |
| Covered Entities [a] | | | .00076 | |
| NERBA | .00062 | | .00062 | .00062 |
| NGLAPBA | .00118 | | .00118 | .00118 |
| Total Rate Adjustment | \$.22546 | | \$.17269 | \$.06551 |

* The FCAM surcharge includes an amount of \$.01018 per therm related to the difference between Southwest Gas' authorized margin and recorded revenues intended to recover these costs.

** Pursuant to D.15-10-032, Company costs incurred to comply with the California Air Resources Board (ARB) natural gas supplier Cap- and-Trade Program are to be included in transportation rates and recovered from Non-Covered Entities. Covered Entities, who are directly regulated by the ARB, are only responsible for paying for emission costs related to lost and unaccounted for gas (LUAF).

[a] Pursuant to D.18-03-017, Covered and non-Covered entities have a component to recover the 2015-2017 net compliance costs and proceeds amortized over a twelve month period. Also included are the 2018 GHG costs which are amortized over an eighteen month period.