

**STATEMENT OF RATES**  
**RATES APPLICABLE TO NORTHERN CALIFORNIA SERVICE AREA [1] [2]**

| Schedule No. and Type of Charge   | Margin    | Charges [3]<br>and<br>Adjustments |            | Subtotal Gas<br>Usage Rate | Other Surcharges |           | Gas Cost   | Effective<br>Sales Rate |   |
|---|-----------|-----------------------------------|------------|----------------------------|------------------|-----------|------------|-------------------------|---|
|   |           |                                   |            |                            | CPUC             | PPP       |            |                         |   |
| <b>GN-10-Residential Gas Service</b>  |           |                                   |            |                            |                  |           |            |                         |   |
| Basic Service Charge  | \$ 5.00   |                                   |            |                            |                  |           |            | \$ 5.00                 |   |
| Cost per Therm  |           |                                   |            |                            |                  |           |            |                         |   |
| Baseline Quantities   | \$ .80448 | \$ .13448                         | \$ .93896  | \$ .00577                  | \$ .06385        | \$ .19412 | \$ 1.20270 |                         | R |
| Tier II   | .91529    | .13448                            | 1.04977    | .00577                     | .06385           | .19412    | 1.31351    |                         | R |
| <b>GN-12-CARE Residential Gas Service</b>   |           |                                   |            |                            |                  |           |            |                         |   |
| Basic Service Charge  | \$ 4.00   |                                   |            |                            |                  |           |            | \$ 4.00                 |   |
| Cost per Therm  |           |                                   |            |                            |                  |           |            |                         |   |
| Baseline Quantities   | \$ .57786 | \$ .13448                         | \$ .71234  | \$ .00577                  | \$ .05606        | \$ .19412 | \$ .96829  |                         | R |
| Tier II   | .66651    | .13448                            | .80099     | .00577                     | .05606           | .19412    | 1.05694    |                         | R |
| <b>GN-15-Secondary Residential Gas Service</b>  |           |                                   |            |                            |                  |           |            |                         |   |
| Basic Service Charge  | \$ 6.00   |                                   |            |                            |                  |           |            | \$ 6.00                 |   |
| Cost per Therm  | \$ .96527 | \$ .13448                         | \$ 1.09975 | \$ .00577                  | \$ .06385        | \$ .19412 | \$ 1.36349 |                         | R |
| <b>GN-20-Multi-Family Master-Metered Gas Service</b>  |           |                                   |            |                            |                  |           |            |                         |   |
| Basic Service Charge  | \$ 25.00  |                                   |            |                            |                  |           |            | \$ 25.00                |   |
| Cost per Therm  |           |                                   |            |                            |                  |           |            |                         |   |
| Baseline Quantities   | \$ .80448 | \$ .13448                         | \$ .93896  | \$ .00577                  | \$ .06385        | \$ .19412 | \$ 1.20270 |                         | R |
| Tier II   | .91529    | .13448                            | 1.04977    | .00577                     | .06385           | .19412    | 1.31351    |                         | R |
| <b>GN-25-Multi-Family Master-Metered Gas Service-Submetered</b>                             |           |                                   |            |                            |                  |           |            |                         |   |
| Basic Service Charge  | \$ 25.00  |                                   |            |                            |                  |           |            | \$ 25.00                |   |
| Cost per Therm  |           |                                   |            |                            |                  |           |            |                         |   |
| Baseline Quantities   | \$ .80448 | \$ .13448                         | \$ .93896  | \$ .00577                  | \$ .06385        | \$ .19412 | \$ 1.20270 |                         | R |
| Tier II   | .91529    | .13448                            | 1.04977    | .00577                     | .06385           | .19412    | 1.31351    |                         | R |
| Submetered Discount per Occupied Space  | (\$11.01) |                                   |            |                            |                  |           | (\$11.01)  |                         |   |
| <b>GN-35-Agriculture Employee Housing &amp; Nonprofit Group Living Facility Gas Service</b> |           |                                   |            |                            |                  |           |            |                         |   |
| Basic Service Charge  | \$ 8.80   |                                   |            |                            |                  |           |            | \$ 8.80                 |   |
| Cost per Therm  |           |                                   |            |                            |                  |           |            |                         |   |
| First 100   | \$ .46147 | \$ .13448                         | \$ .59595  | \$ .00577                  | \$ .05606        | \$ .19412 | \$ .85190  |                         | R |
| Next 500  | .35510    | .13448                            | .48958     | .00577                     | .05606           | .19412    | .74553     |                         | R |
| Next 2,400  | .25154    | .13448                            | .38602     | .00577                     | .05606           | .19412    | .64197     |                         | R |
| Over 3,000  | .10298    | .13448                            | .23746     | .00577                     | .05606           | .19412    | .49341     |                         | R |
| <b>GN-40-Core General Gas Service (non-Covered Entities)</b>                                |           |                                   |            |                            |                  |           |            |                         |   |
| Basic Service Charge  | \$ 11.00  |                                   |            |                            |                  |           |            | \$ 11.00                |   |
| Transportation Service Charge   | \$ 780.00 |                                   |            |                            |                  |           |            | \$ 780.00               |   |
| Cost per Therm  |           |                                   |            |                            |                  |           |            |                         |   |
| First 100   | \$ .65899 | \$ .13448                         | \$ .79347  | \$ .00577                  | \$ .06385        | \$ .19412 | \$ 1.05721 |                         | R |
| Next 500  | .52602    | .13448                            | .66050     | .00577                     | .06385           | .19412    | .92424     |                         | R |
| Next 2,400  | .39657    | .13448                            | .53105     | .00577                     | .06385           | .19412    | .79479     |                         | R |
| Over 3,000  | .21088    | .13448                            | .34536     | .00577                     | .06385           | .19412    | .60910     |                         | R |

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|   | Margin    | Charges [3]<br>and<br>Adjustments | Subtotal Gas<br>Usage Rate | Other Surcharges<br>CPUC PPP |           | Gas Cost  | Effective<br>Sales Rate |   |
|---|-----------|-----------------------------------|----------------------------|------------------------------|-----------|-----------|-------------------------|---|
| <b>GN-40-Core General Gas Service<br/>(Covered Entities)</b>                |           |                                   |                            |                              |           |           |                         |   |
| Basic Service Charge  | \$ 11.00  |                                   |                            |                              |           |           | \$ 11.00                |   |
| Transportation Service Charge   | \$780.00  |                                   |                            |                              |           |           | \$780.00                |   |
| Cost per Therm  |           |                                   |                            |                              |           |           |                         |   |
| First 100   | \$ .65899 | \$ .07721                         | \$ .73620                  | \$ .00577                    | \$ .06385 | \$ .19412 | \$ .99994               | R |
| Next 500  | .52602    | .07721                            | .60323                     | .00577                       | .06385    | .19412    | .86697                  | R |
| Next 2,400  | .39657    | .07721                            | .47378                     | .00577                       | .06385    | .19412    | .73752                  | R |
| Over 3,000  | .21088    | .07721                            | .28809                     | .00577                       | .06385    | .19412    | .55183                  | R |
| <b>GN-50-Core Natural Gas Service for Motor<br/>Vehicles</b>                |           |                                   |                            |                              |           |           |                         |   |
| Basic Service Charge  | \$ 25.00  |                                   |                            |                              |           |           | \$ 25.00                |   |
| Cost per Therm  | \$ .11030 | \$ .13448                         | \$ .24478                  | \$ .00577                    | \$ .06385 | \$ .19412 | \$ .50852               | R |
| <b>GN-60-Core Internal Combustion Engine Gas<br/>Service</b>                |           |                                   |                            |                              |           |           |                         |   |
| Basic Service Charge  | \$ 25.00  |                                   |                            |                              |           |           | \$ 25.00                |   |
| Cost per Therm  | \$ .31220 | \$ .13448                         | \$ .44668                  | \$ .00577                    | \$ .06385 | \$ .19412 | \$ .71042               | R |
| <b>GN-66-Core Small Electric Power Generation<br/>Gas Service</b>           |           |                                   |                            |                              |           |           |                         |   |
| Basic Service Charge  | \$ 25.00  |                                   |                            |                              |           |           | \$ 25.00                |   |
| Cost per Therm  | \$ .29955 | \$ .13448                         | \$ .43403                  | \$ .00577                    |           | \$ .19412 | \$ .63392               | R |
| <b>GN-70-Noncore General Gas Transportation<br/>Service</b>                 |           |                                   |                            |                              |           |           |                         |   |
| Basic Service Charge  | \$ 100.00 |                                   |                            |                              |           |           | \$ 100.00               |   |
| Transportation Service Charge   | \$ 780.00 |                                   |                            |                              |           |           | \$ 780.00               |   |
| Cost per Therm  | \$ .18724 | (\$ .02747)                       | \$ .15977                  | \$ .00577                    | \$ .06385 |           | \$ .22939               | I |
| <b>TFF-Transportation Franchise Fee Surcharge<br/>Provision</b>             |           |                                   |                            |                              |           |           |                         |   |
| TFF Surcharge per Therm   |           |                                   |                            |                              |           |           | \$ .00273               | R |
| <b>TDS – Transportation Distribution System<br/>Shrinkage Charge</b>        |           |                                   |                            |                              |           |           |                         |   |
| TDS Charge per Therm  |           |                                   |                            |                              |           |           | \$ .00109               | R |
| <b>MHPS-Master-Metered Mobile Home Park<br/>Safety Inspection Provision</b> |           |                                   |                            |                              |           |           |                         |   |
| MHPS Surcharge per Space per Month  |           |                                   |                            |                              |           |           | \$ .21000               |   |

STATEMENT OF RATES

RATES APPLICABLE TO NORTHERN CALIFORNIA SERVICE AREA [1] [2]

- [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 will also be subject to the TFF Surcharge.
- [2] A Franchise Fee differential of 2.5% will be applied to monthly billings calculated for all rate schedules for all customers within the limits of the Town of Truckee.
- [3] The Charges and Adjustments applicable to each tariff rate schedule includes the following components:

| Charges and Adjustments Description | GN-10,<br>GN-12,<br>GN-15,<br>GN-20,<br>GN-25,<br>GN-35, | GN-40 (non-Covered Entities),<br>GN-50,<br>GN-60,<br>GN-66 | GN-40,<br>(Covered Entities) | GN-70       |
|-------------------------------------|--|--|------------------------------|-------------|
| Upstream Interstate Charges         |  |  |                              |             |
| Storage                             | \$ .02112  |  | \$ .02112                    |             |
| Reservation                         | .19363   |  | .19363                       |             |
| IRRAM Surcharge                     | .00000   |  | .00000                       | \$ .00000   |
| Balancing Account Adjustments       |  |  |                              |             |
| FCAM*                               | ( .14411)  |  | ( .14411)                    | ( .09131)   |
| GHGBA**                             |  |  |                              |             |
| Non-Covered Entities [a]            | .05800   |  |                              | .05800      |
| Covered Entities [a]                |  |  | .00073                       |             |
| NERBA                               | .00051   |  | .00051                       | .00051      |
| NGLAPBA                             | .00215   |  | .00215                       | .00215      |
| MHPCBA                              | .00065   |  | .00065                       | .00065      |
| CDMIBA                              | .00253   |  | .00253                       | .00253      |
| Total Rate Adjustment               | \$ .13448  |  | \$ .07721                    | (\$ .02747) |

\* The FCAM surcharge includes an amount of (\$.09131) 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.