

**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  | \$ 5.75   |                                   |            |                            |                  |           |            | \$ 5.75                 |
| Cost per Therm  |           |                                   |            |                            |                  |           |            |                         |
| Baseline Quantities   | \$ .70997 | \$ .25899                         | \$ .96896  | \$ .00577                  | \$ .04621        | \$ .44530 | \$ 1.46624 | I                       |
| Tier II   | .83520    | .25899                            | 1.09419    | .00577                     | .04621           | .44530    | 1.59147    | I                       |
| <b>GN-12-CARE Residential Gas Service</b>   |           |                                   |            |                            |                  |           |            |                         |
| Basic Service Charge  | \$ 4.00   |                                   |            |                            |                  |           |            | \$ 4.00                 |
| Cost per Therm  |           |                                   |            |                            |                  |           |            |                         |
| Baseline Quantities   | \$ .42712 | \$ .25899                         | \$ .68611  | \$ .00577                  | \$ .03714        | \$ .44530 | \$ 1.17432 | I                       |
| Tier II   | .52730    | .25899                            | .78629     | .00577                     | .03714           | .44530    | 1.27450    | I                       |
| <b>GN-15-Secondary Residential Gas Service</b>  |           |                                   |            |                            |                  |           |            |                         |
| Basic Service Charge  | \$ 6.00   |                                   |            |                            |                  |           |            | \$ 6.00                 |
| Cost per Therm  | \$ .88193 | \$ .25899                         | \$ 1.14092 | \$ .00577                  | \$ .04621        | \$ .44530 | \$ 1.63820 | I                       |
| <b>GN-20-Multi-Family Master-Metered Gas Service</b>  |           |                                   |            |                            |                  |           |            |                         |
| Basic Service Charge  | \$ 25.00  |                                   |            |                            |                  |           |            | \$ 25.00                |
| Cost per Therm  |           |                                   |            |                            |                  |           |            |                         |
| Baseline Quantities   | \$ .70997 | \$ .25899                         | \$ .96896  | \$ .00577                  | \$ .04621        | \$ .44530 | \$ 1.46624 | I                       |
| Tier II   | .83520    | .25899                            | 1.09419    | .00577                     | .04621           | .44530    | 1.59147    | I                       |
| <b>GN-25-Multi-Family Master-Metered Gas Service-Submetered</b>                             |           |                                   |            |                            |                  |           |            |                         |
| Basic Service Charge  | \$ 25.00  |                                   |            |                            |                  |           |            | \$ 25.00                |
| Cost per Therm  |           |                                   |            |                            |                  |           |            |                         |
| Baseline Quantities   | \$ .70997 | \$ .25899                         | \$ .96896  | \$ .00577                  | \$ .04621        | \$ .44530 | \$ 1.46624 | I                       |
| Tier II   | .83520    | .25899                            | 1.09419    | .00577                     | .04621           | .44530    | 1.59147    | I                       |
| Submetered Discount per Occupied Space  | (\$ 9.33) |                                   |            |                            |                  |           | (\$ 9.33)  | I                       |
| <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   | \$ .34098 | \$ .25899                         | \$ .59997  | \$ .00577                  | \$ .03714        | \$ .44530 | \$ 1.08818 | I                       |
| Next 500  | .21673    | .25899                            | .47572     | .00577                     | .03714           | .44530    | .96393     | I                       |
| Next 2,400  | .11120    | .25899                            | .37019     | .00577                     | .03714           | .44530    | .85840     | I                       |
| Over 3,000  | (.04626)  | .25899                            | .21273     | .00577                     | .03714           | .44530    | .70094     | I                       |
| <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   | \$ .60230 | \$ .25899                         | \$ .86129  | \$ .00577                  | \$ .04621        | \$ .44530 | \$ 1.35857 | I                       |
| Next 500  | .44699    | .25899                            | .70598     | .00577                     | .04621           | .44530    | 1.20326    | I                       |
| Next 2,400  | .31507    | .25899                            | .57406     | .00577                     | .04621           | .44530    | 1.07134    | I                       |
| Over 3,000  | .11825    | .25899                            | .37724     | .00577                     | .04621           | .44530    | .87452     | I                       |

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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   | \$ .60230 | \$ .16977                         | \$ .77207                  | \$ .00577                    | \$ .04621 | \$ .44530 | \$ 1.26935              |
| Next 500  | .44699    | .16977                            | .61676                     | .00577                       | .04621    | .44530    | 1.11404                 |
| Next 2,400  | .31507    | .16977                            | .48484                     | .00577                       | .04621    | .44530    | .98212                  |
| Over 3,000  | .11825    | .16977                            | .28802                     | .00577                       | .04621    | .44530    | .78530                  |
| <b>GN-50-Core Natural Gas Service for Motor<br/>Vehicles</b>                |           |                                   |                            |                              |           |           |                         |
| Basic Service Charge  | \$ 25.00  |                                   |                            |                              |           |           | \$ 25.00                |
| Cost per Therm  | \$ .02696 | \$ .25899                         | \$ .28595                  | \$ .00577                    | \$ .04621 | \$ .44530 | \$ .78323               |
| <b>GN-60-Core Internal Combustion Engine Gas<br/>Service</b>                |           |                                   |                            |                              |           |           |                         |
| Basic Service Charge  | \$ 25.00  |                                   |                            |                              |           |           | \$ 25.00                |
| Cost per Therm  | \$ .27228 | \$ .25899                         | \$ .53127                  | \$ .00577                    | \$ .04621 | \$ .44530 | \$ 1.02855              |
| <b>GN-66-Core Small Electric Power Generation<br/>Gas Service</b>           |           |                                   |                            |                              |           |           |                         |
| Basic Service Charge  | \$ 25.00  |                                   |                            |                              |           |           | \$ 25.00                |
| Cost per Therm  | \$ .27228 | \$ .25899                         | \$ .53127                  | \$ .00577                    |           | \$ .44530 | \$ .98234               |
| <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  | \$ .11337 | \$ .01791                         | \$ .13128                  | \$ .00577                    | \$ .04621 |           | \$ .18326               |
| <b>TFF-Transportation Franchise Fee Surcharge<br/>Provision</b>             |           |                                   |                            |                              |           |           |                         |
| TFF Surcharge per Therm   |           |                                   |                            |                              |           |           | \$ .00564               |
| <b>TDS – Transportation Distribution System<br/>Shrinkage Charge</b>        |           |                                   |                            |                              |           |           |                         |
| TDS Charge per Therm  |           |                                   |                            |                              |           |           | \$ .00334               |
| <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 0.75%. 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, GN-12, GN-15, GN-20, GN-25, GN-35, | GN-40 (non-Covered Entities), GN-50, GN-60, GN-66 | GN-40, (Covered Entities) | GN-70            |
|--------------------------------------|---|---|---------------------------|------------------|
| Upstream Interstate Charges          |   |   |                           |                  |
| Storage                              | \$ .03519                                 |   | \$ .03519                 |                  |
| Reservation                          | .19632                                    |   | .19632                    |                  |
| IRRAM Surcharge                      | .00000                                    |   | .00000                    | \$ .00000        |
| Balancing Account Adjustments        |   |   |                           |                  |
| FCAM*                                | (.07563)                                  |   | (.07563)                  | (.08520)         |
| GHGBA**                              |   |   |                           |                  |
| Non-Covered Entities [a]             | .08996                                    |   |                           | .08996           |
| Covered Entities [a]                 |   |   | .00074                    |                  |
| NERBA                                | (.00038)                                  |   | (.00038)                  | (.00038)         |
| NGLAPBA                              | .01015                                    |   | .01015                    | .01015           |
| MHPCBA                               | .00065                                    |   | .00065                    | .00065           |
| CDMIBA                               | .00273                                    |   | .00273                    | .00273           |
| <b>Total Charges and Adjustments</b> | <b>\$ .25899</b>                          |   | <b>\$ .16977</b>          | <b>\$ .01791</b> |

\* The FCAM surcharge includes an amount of (\$.08520) 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.