

Power Rates Study

We're prioritizing our customers, the City and the environment with our new proposed electricity rates.



San Francisco
Water Power Sewer
Services of the San Francisco Public Utilities Commission




Electric Rates 101

- Electric rates are the cost for using electricity in your home or business
 - Ex. \$0.20 per kilowatt hour (kWh)
- Generally, electric rates cover the costs of producing or acquiring power (generation) and delivering it (distribution and transmission)
- Rates vary based on time of day, customer type, season, if solar panels are installed, etc.



Electric Rates and Your Bill

- The total cost of your electricity bill is based on how much energy you use
 - Rates X Usage = Total Bill
- There are a variety of rate plans you may see: Time-of-Use, Tiered Rates or Electric Vehicle
- Discounts assist customers with low incomes (CARE, FERA)



ENERGY STATEMENT

www.pge.com/MyEnergy

Account No: _____

Statement Date: 03/08/2022

Due Date: 03/29/2022

Service For:	Your Account Summary																
	<table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">Amount Due on Previous Statement</td> <td style="text-align: right;">\$167.03</td> </tr> <tr> <td>Payment(s) Received Since Last Statement</td> <td style="text-align: right;">-167.03</td> </tr> <tr> <td>Previous Unpaid Balance</td> <td style="text-align: right; border-top: 1px solid black;">\$0.00</td> </tr> <tr> <td>Current PG&E Electric Delivery Charges</td> <td style="text-align: right;">\$185.49</td> </tr> <tr> <td>CleanPowerSF Electric Generation Charges</td> <td style="text-align: right;">62.40</td> </tr> <tr> <td>Current Gas Charges</td> <td style="text-align: right;">118.41</td> </tr> <tr> <td colspan="2" style="border-top: 1px solid black; border-bottom: 1px solid black;">Total Amount Due by 03/29/2022</td> </tr> <tr> <td colspan="2" style="text-align: right;">\$366.30</td> </tr> </table>	Amount Due on Previous Statement	\$167.03	Payment(s) Received Since Last Statement	-167.03	Previous Unpaid Balance	\$0.00	Current PG&E Electric Delivery Charges	\$185.49	CleanPowerSF Electric Generation Charges	62.40	Current Gas Charges	118.41	Total Amount Due by 03/29/2022		\$366.30	
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Questions about your bill?

Mon-Fri 7 a.m.-7 p.m.
 Saturday 8 a.m.-5 p.m.
 Phone: 1-800-743-5000
www.pge.com/MyEnergy

Ways To Pay

www.pge.com/waystopay



Our Electric Rates Make Us Different

- We set our rates through a public and transparent process
- We are a local public agency focused on our local customers
- We don't have to worry about profits for shareholders
- We reinvest funds back into San Francisco





Why a Power Rates Study?

- Satisfy legal requirements in the San Francisco City Charter
 - We are required by the City to do a rates study every five years
- Prioritize the needs of our customers
 - First cost of service study conducted for CleanPowerSF (program began serving customers in 2016)
- Ensure long-term health of our program
 - Current rates are tied closely to PG&E rates
 - The agency must ensure rates recover the cost of delivering reliable service
- Factor in the City's climate action goals
 - Ensure that rates support our transition to a 100% renewable power supply by 2025

Study Overview

- The Power Rates Study began in November 2020 and is being conducted by independent rate consultants.
- The study includes both CleanPowerSF and Hetch Hetchy Power.
- A complex model incorporates customer usage data, budgets, various internal and external scenarios, and compliance with financial policies.
- The rates study is near completion and will be made public. The rates will be considered for adoption by SFPUC Commission in May 2022.



We Kept in Mind Several Priorities

Revenue Sufficiency

- Rates cover the full cost of all SFPUC activities

Customer Equity

- Rates based on cost of service

Environmental Sustainability

- Rates value environmental sustainability and preserve the natural resources entrusted to the SFPUC's care

Affordability

- Rates consider affordability for all our customers

Predictability

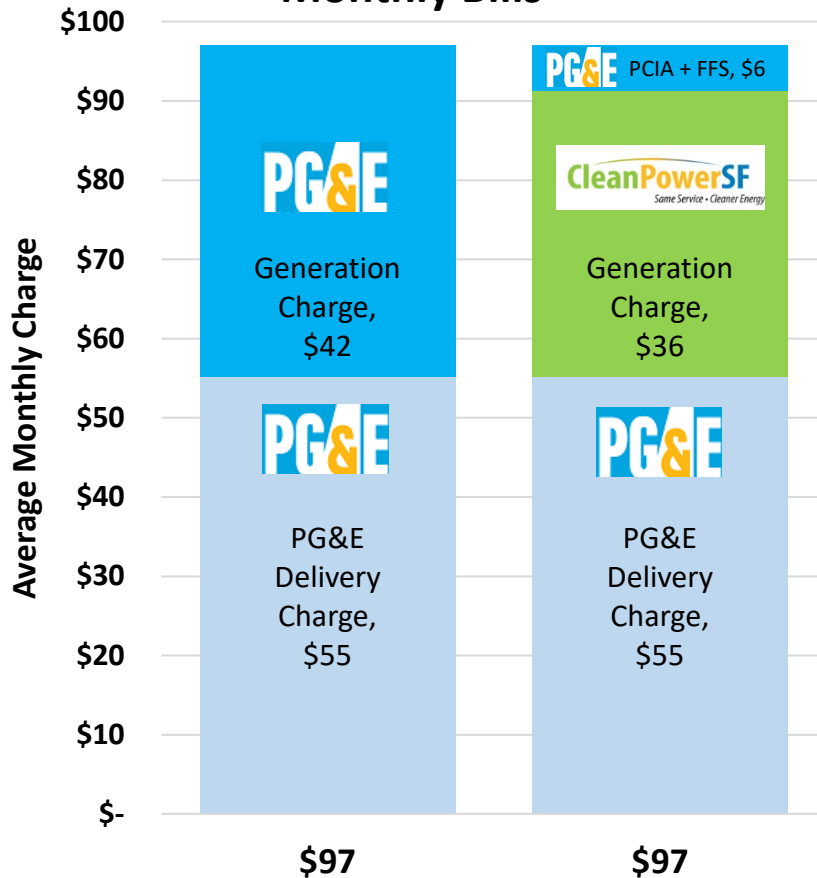
- Rates designed to minimize bill fluctuations, enabling ratepayers to plan for their personal finances

Simplicity

- Rates that are easy for ratepayers to understand

CleanPowerSF Rates

Current (March 2022) PG&E and CleanPowerSF Residential Monthly Bills



- CleanPowerSF only controls the generation rate
- CleanPowerSF customers also pay:
 - PG&E delivery charges
 - The Power Charge Indifference Adjustment (PCIA)
 - Franchise Fee Surcharge (FFS)
- Proposed rates are only for the generation charge we control
- Customers see changes to entire bill based on that AND PG&E's charges



Proposed CleanPowerSF Rates

- CleanPowerSF will **decrease rates next year** while still meeting financial targets.
- CleanPowerSF's current rate structure matches PG&E and will continue to do so. For example, there are currently eight different residential rates.
- Green rates (at least 50% renewable service) will support implementation of our 100% renewable energy goal.
- SuperGreen rates (100% renewable service) will remain stable or decrease – \$0.01/kWh for residential and \$0.005/kWh for commercial customers – and will support development of new local renewable sources.
- CleanPowerSF will commit to **updating rates only once per year.**



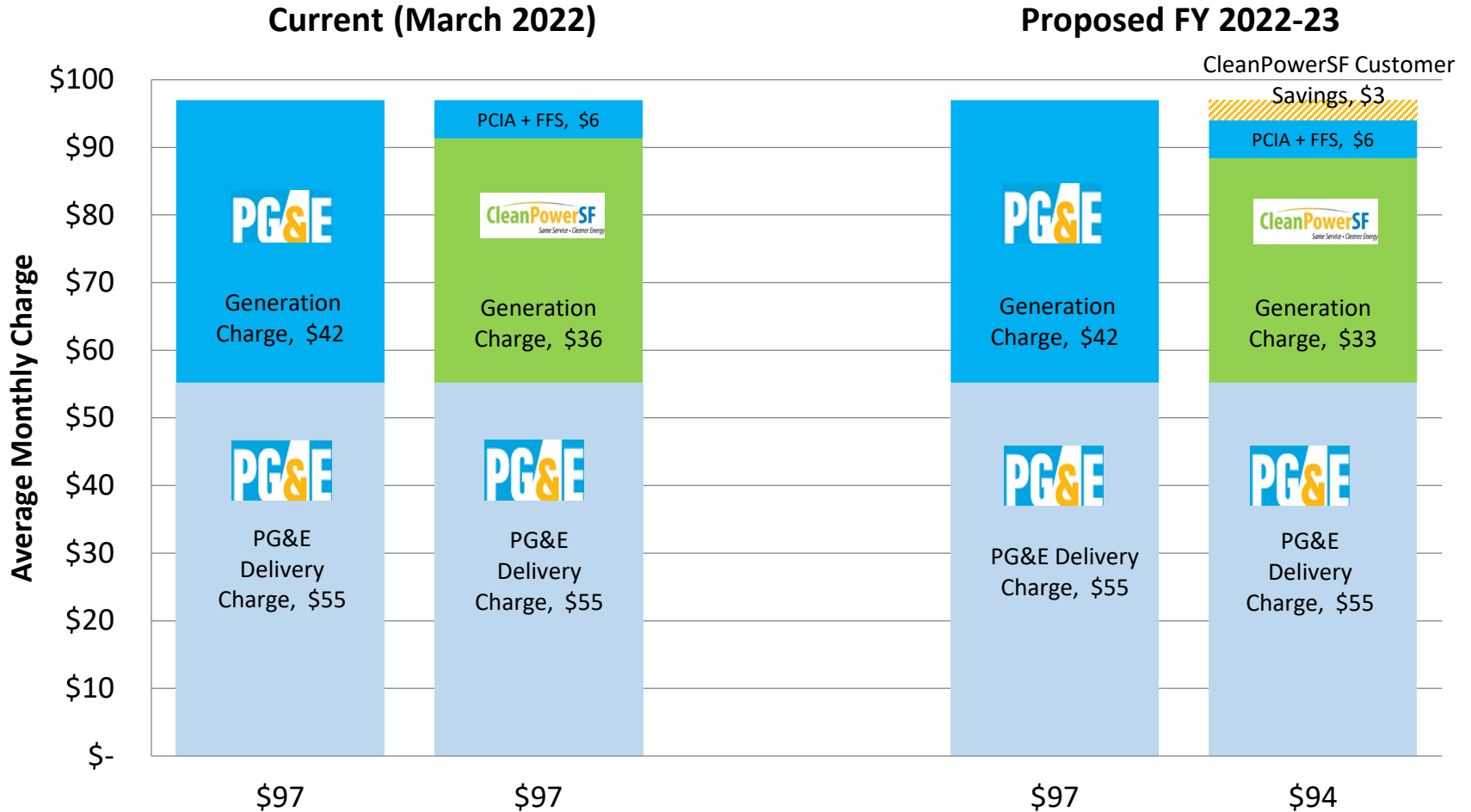
What Can Customers Expect?

- CleanPowerSF rates will decrease
- Predictable and stable rates
 - Greater independence from PG&E's rates, which change multiple times a year and have been volatile
- Support long-term financial health and climate goals
- Public oversight and accountability



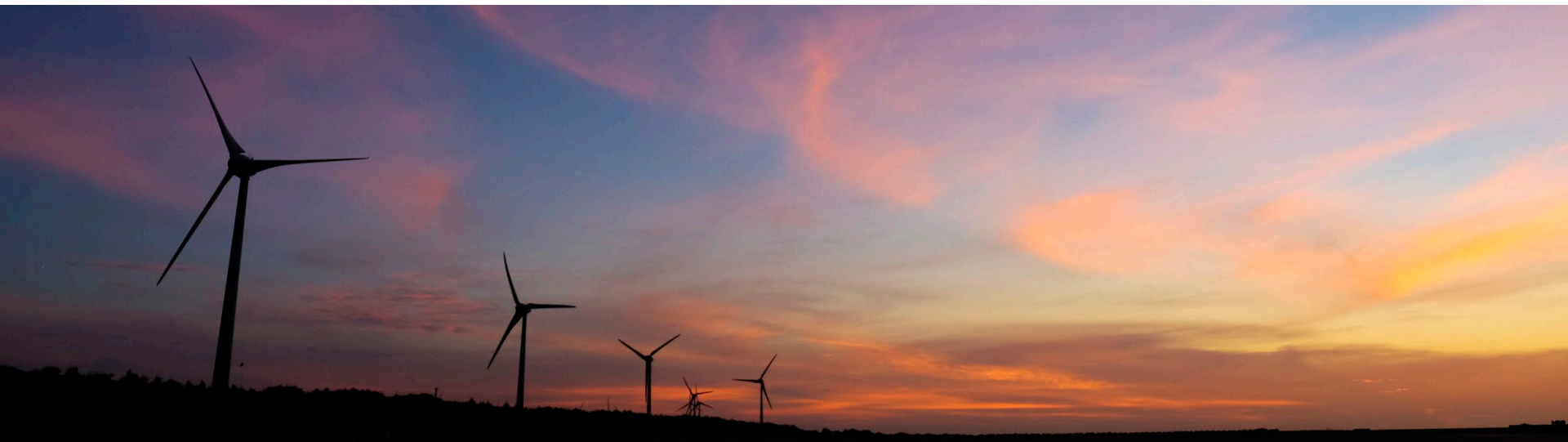
Proposed CleanPowerSF Rates

Average Residential Customer Electricity Bill



Next Steps

- SFPUC Commission will consider new rates at their meeting on May 10, 2022.
- Subject to approval by the SFPUC Commission, new electricity rates will go into effect on July 1, 2022.



Questions?

