

# The Select Pricing Plan

## How it differs from our traditional rates



The Select Pricing Plan is a billing option designed to provide you with new ways to manage your energy use and costs. Here's how the plan differs from our traditional electric rates.

### Traditional Electric Rate

Our traditional electric rates are “volumetric” rates, meaning we base your costs on the total volume of electricity that you use in a billing period.

More features of our traditional electric rates include:

- Ⓔ Electricity use is measured in kilowatt-hours (kWh).
- Ⓔ No off-peak hours when electricity prices are cheaper.
- Ⓔ Costs can be lowered by reducing the total volume of electricity that you use.

### The Select Pricing Plan

The Select Pricing Plan is a “demand” rate, meaning we base your costs on the most electricity that you use in a 60-minute period. See the reverse side for more about how this works.

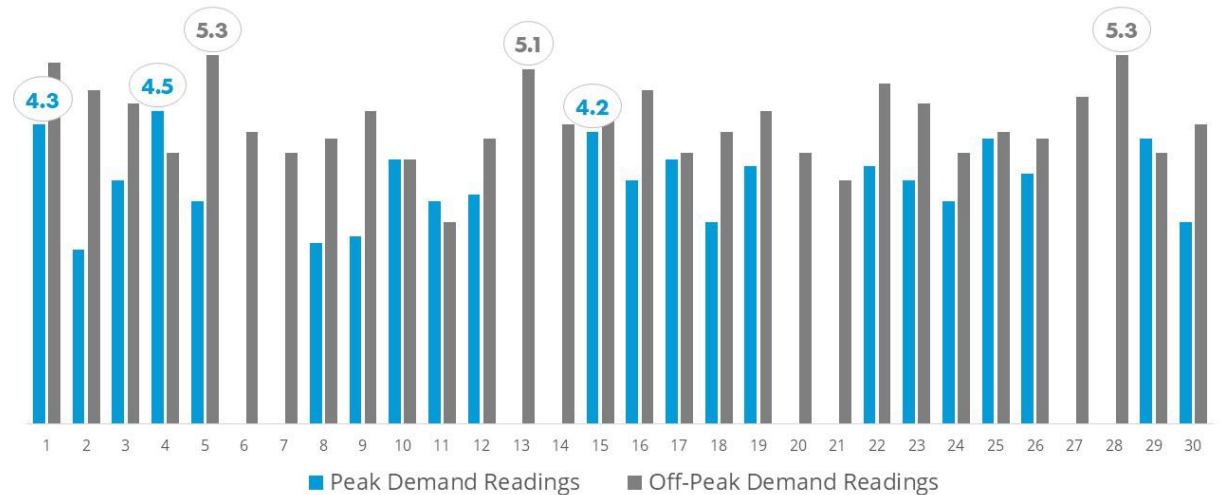
More features of the Select Pricing Plan include:

- Ⓔ Electricity use is measured in kilowatts (kW).
- Ⓔ Off-peak hours<sup>1</sup> offer cheaper electricity prices.
- Ⓔ Costs can be lowered by reducing the total volume of electricity that you use, running large devices one at a time (instead of all at once), and shifting energy use to off-peak hours when possible.

<sup>1</sup> Off-peak hours are 8 p.m. to noon, and all day on weekends and certain holidays.

## How We Bill You on the Select Pricing Plan

1. Every day of the billing period, we record the one 60-minute period during peak hours, and the one 60-minute period during off-peak hours when you use the most electricity.
2. When the billing period ends, we identify the three highest daily peak and off-peak readings, as shown in the graph to the right.
3. We use the average of your three peak readings to calculate your peak-hour demand charge, and the average of your three off-peak readings to calculate your off-peak demand charge. This is illustrated in the example below the graph.
4. Your peak-hour and off-peak hour demand charges are added to the basic service charge, along with all applicable taxes and surcharges to form your electric delivery charge.



### Peak Demand Charges (Mon-Fri, Noon to 8 p.m.)

In the example above, the average of the three peak readings is 4.3 kW.

To calculate your peak-hour demand charge, we multiply 4.3 times the peak-hour price per kW.

### Off-Peak Demand Charges (All other hours)

In the example above, the average of the three off-peak readings is 5.2 kW.

To calculate your off-peak demand charge, we multiply 5.2 times the off-peak price per kW.

On the Select Pricing Plan, peak and off-peak pricing will also be applied to your supply charges, unless you purchase your electricity supply from an Energy Services Company (ESCO).