

Appendix A to Resolution No. 18-059

APPENDIX A
to Attachment 1 of the

**Victorville Municipal Utility Services
Gas Service Rules, Regulations and Rate Schedules**

Gas Service Rate Schedules

**(Originally adopted by Ordinance 2315 on May 20, 2014)
(Revised on June 17, 2014 per City Council Resolution No. 14-036)
(Revised on June 16, 2015 per City Council Resolution No. 15-045)
(Revised on June 21, 2016 per City Council Resolution No. 16-040)
(Revised on August 1, 2017 per City Council Resolution No. 17-041)
(Revised on August 1, 2018 per City Council Resolution No. 18-059)**

Table of Contents to Appendix A

Natural Gas Service Rate Schedules

COMMERCIAL and INDUSTRIAL

1

COMMERCIAL and INDUSTRIAL

A. **Applicability.**

This schedule applies to non-residential natural gas service provided to commercial and industrial customers by way of the Victorville Municipal Utility Services (VMUS) gas system.

B. **Territory.**

Within the entire territory served by the Utility.

C. **Rates.**

Monthly Service Charge:	<u>Per Meter</u> \$ 11.00
-------------------------	------------------------------

Transportation & Distribution Charges:	<u>Per Therm</u>
Tier 1 (first 100 Therms)	\$0.98749
Tier 2 (101-600 Therms)	\$0.82445
Tier 3 (601-3,000 Therms)	\$0.69403
Tier 4 (Over 3,000 Therms)	\$0.53207

Administrative Charge:	<u>Per Therm</u> \$0.09401
------------------------	-------------------------------

Public Purpose Program Charge:	<u>Per Therm</u> \$0.07128
--------------------------------	-------------------------------

Commodity Charge:	<u>Per Therm</u> <i>See Special Condition D.1</i>
-------------------	--

D. **Special Conditions.**

1. The Commodity Charge under this schedule will be determined on a monthly basis and shall be equal to the weighted average cost of gas purchased by VMUS from all sources based on forecasted demand for end-use customers. The Commodity Charge shall also include costs associated with purchasing, remarketing, and balancing which may include, but are not limited to, costs related to financial transactions implemented to reduce market exposure for the cost of gas and/or transportation of gas to the SoCal Gas Citygate, the point where gas is transferred from interstate/intrastate pipelines to the local utility distribution system. There will be no markup to the customer beyond the actual cost of gas. Therefore, the Commodity Charge may occasionally include a Gas Cost Adjustment to ensure a zero sum gain to VMUS for gas commodity sales.

2. Temporary Discontinuance of Service.

Where the use of natural gas is seasonal or intermittent, no adjustments will be made for a temporary discontinuance of service. Any Customer, prior to resuming service within twelve (12) months after such service was discontinued, will be required to pay all charges which would have been billed if service had not been discontinued.

3. Billing Calculation.

A Customer's bill is calculated according to the rates and conditions above.

4. Change of Law Adjustment Factor (CLAF).

The rates above are subject to an adjustment as provided in Rule 12.E.

5. Public Purpose Program Charge.

VMUS has established a public purpose program charge to fund eligible energy efficiency, conservation and research and demonstration projects/activities that provide a public benefit as outlined in the VMUS Energy Efficiency Program. Such charge will be assessed as a component of the Customer's monthly bill on a per Therm basis at the rate specified in Section C above.