KEEPING YOU INFORMED

PROPOSED RATE INCREASE

In 2016, the Washington Utilities and Transportation Commission approved a decoupling mechanism for Pacific Power, to track and defer the difference between allowed revenue and actual revenue, and requiring true-up adjustments to be filed by December 1 of every year.

Last year, the Commission approved a surcredit to customers, which will expire on January 31, 2021. The expiration of the surcredit will result in a 3.4% increase. The current decoupling period results in a 1.6% surcharge overall, which combined with the expiring surcredit would result in a net increase of 5.0% overall.

To reduce the impact of the rate change, Pacific Power is proposing to extend the amortization period for the Residential and Small General Service surcharges from one to two years. This will reduce the overall net increase for all customers to 4.1%. A residential customer using approximately 1,200 kilowatt-hours (kWh) per month would see a bill impact of \$5.46 per month.

The Commission will examine Pacific Power's compliance filing. As a result of this examination, the Commission may determine that the filing be accepted as filed, modified, or rejected. If accepted as filed, the rate change would go into effect on February 1, 2021.

You are invited to comment to the Commission. The Commission has the authority to set final rates that may be lower or higher than the company's filing, depending on the outcome of its examination. You can comment using the "Submit a Comment" feature on the

Commission's website at utc.wa.gov, or by using the following contact information.

Washington Utilities and Transportation Commission

621 Woodland Square Loop SE Lacey, WA 98503

Email: comments@utc.wa.gov

Telephone: 1-888-333-WUTC (9882)

The Commission is committed to providing reasonable accommodation to participants with disabilities. If you need reasonable accommodation, please contact the Commission at 360-664-1132 or human_resources@utc.wa.gov.

For more information or to contact Pacific Power, please call us toll free at 1-888-221-7070 or write to:

Pacific Power 825 NE Multnomah Street, Suite 2000 Portland, OR 97232

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Summary of proposed rate increase

Overall increase in dollars \$14,491,507 Overall increase in percent:

Type of Service	Percentage Increase
Residential	4.8
Small General	5.3
Large General	5.9
Agricultural Pumping	0.7

