

**RANCHO
MIRAGE**
Power to Choose



**ENERGY
AUTHORITY**
RanchoMirageEnergy.org

<Date>

<Customer Name>

<Mailing Address>

<Mailing City>, <Mailing State>, <Mailing Zip>

RE: City of Rancho Mirage's New Program: Rancho Mirage Energy Authority Implementation and Exciting Changes to your Net Energy Metering Program

Dear <Customer Name>:

As a Net Energy Metering (NEM) customer, we have some exciting news to share with you! As you may be aware, the City of Rancho Mirage is in the process of launching Rancho Mirage Energy Authority (RMEA), a program that provides cheaper, greener, energy to Rancho Mirage's residents and businesses. Beginning in May 2018, Rancho Mirage Energy Authority will replace Southern California Edison (SCE) as your default energy provider, with rates 5% lower than SCE's current generation rates and from 50% carbon free sources. Rancho Mirage Energy Authority offers a NEM Net Surplus Compensation Rate that is more than double SCE's current! You do not need to take any action, to be eligible for this increased benefit. You will be automatically enrolled in the RMEA NEM program.

In 2002, the California legislature authorized cities and/or counties to procure electricity for consumers within their respective jurisdictions. SCE continues to be responsible for the transmission and delivery systems and for delivering the power to homes and businesses receiving Community Choice Aggregation ("CCA") services, such as RMEA. SCE and RMEA will work together to ensure the reliability of your electric service will not change and there will be no duplicative charges or costs related to your service.

When your service account(s) listed in the table below transfers to RMEA, SCE and RMEA will work together to continue providing your account(s) with NEM service. Under this arrangement, SCE will be responsible for monthly NEM electric delivery service charges and credits and RMEA will be responsible for monthly NEM



electric generation charges and credits. Any NEM credits received from RMEA cannot be used to offset SCE charges, and NEM credits received from SCE cannot be used to offset RMEA charges. At the end of the annual tracking period if your system has generated more power than you have used, you will receive the higher rebate (aka Net Surplus Compensation) from RMEA.

There is no impact to customers NEM 1.0 grandfathering status by enrolling in RMEA NEM service.

Customer Number: <Customer Number>			
Your Account(s) will Transition to Rancho Mirage Energy Authority Service in May 2018			
Service Account Number	Service Address	Current Rate	New Rate
<Service Account Number>	<Service Address>	<Current Rate>	<New Rate>

This table may not include all of your accounts.

On the effective date that your account(s) begin service with Rancho Mirage Energy Authority:

- Your SCE Net Energy Metering Relevant Period will be trued-up regardless of what month you are in your current relevant period. The effective date that you begin service with Rancho Mirage Energy Authority is also the effective date of your new relevant period for SCE and RMEA.
- Your relevant period for the RMEA side of the bill (generation) will be reset to end on your meter read date in May of each year.
- Your RMEA electric generation charges will be escrowed and tracked throughout the relevant period.
- At the end of the relevant period your account will be trued-up.



-
- Energy generation credits accrued during the relevant period will be used to offset energy generation charges.
 - Any energy charges not offset by energy credits at the time of true-up will be billed to the customer.
 - Any energy credits that exceed energy charges are set to zero for the start of the new relevant period.
 - The amount of your excess generation kWh will be paid out at RMEA's Net Surplus Compensation (currently \$.06 per kWh).
 - Once your account(s) transfers to RMEA's NEM program, your account(s) will be eligible for Net Surplus Compensation (NSC) from Rancho Mirage Energy Authority at double SCE's current NSC rate, and no longer eligible for SCE's lower NSC rate.
 - There is no impact to customers NEM 1.0 grandfathering status by enrolling in RMEA NEM service.

If you have any questions regarding SCE service, related programs or rate options, please contact SCE's Customer Contact Center at (800) 974-2356, Monday through Friday, 7:00 a.m. – 7:00 p.m., Saturday. 8:00 a.m. – 5:00 p.m.

If you have any questions regarding Rancho Mirage Energy Authority's CCA program or rates, or opt out procedures, please contact us directly at 760-578-6092.

We look forward to being your energy provider of choice!

**RANCHO
MIRAGE**
Power to Choose



**ENERGY
AUTHORITY**
RanchoMirageEnergy.org

Rate Definitions

Rancho Mirage Energy Authority (RMEA) customers receive Delivery service from SCE and purchase energy from RMEA. SCE will read the meters and present the bill for both Delivery service and Generation to the RMEA service customer. The customer's bill is the sum of the charges for Delivery service determined by SCE and Generation charges determined by RMEA plus any applicable charges as shown in SCE Schedule CCA-CRS.

Net Energy Metering (NEM) is applicable to customers who produce their own electricity, and who have eligible renewable energy generation systems connected to SCE's system (interconnected) and meet specific program requirements. The NEM option allows you to receive a credit for the surplus electricity you supply to the electric grid. This credit will then be applied to your energy bill, to offset all or part of the costs associated with the energy you consume each month.