

# Roseville Electric Utility Rate Proposal Outreach FAQs

- **Q:** When do you expect to bring the proposed rate increases to City Council for approval?
- **A:** Roseville Electric is scheduled to take the proposed rate increases to the Roseville Public Utilities Commission in late February. The proposal would then go to City Council in March for approval.
- **Q:** How much of this increase is based on future EV charging demand on the infrastructure?
- **A:** Electric vehicle charging is not built into the proposed increases. The cost associated with increased demand on the system from EV charging is based on a one-by-one situation. When chargers are added to the system, a fee is paid to connect. We do, however, have some assumptions on increased revenue from EV charging. We do not expect that to equate to any kind of material amount until further in the future.
- **Q:** Why are you proposing a compounded increase instead of incremental increases over several years?
- **A:** The current proposal will get the revenue back into the utility sooner to maintain our financial metrics and solvency as a utility. With an incremental approach, the utility would be in a deficit starting in FY25.
- **Q:** Since part of this proposal is due to increases in material and equipment costs, what is the utility doing to improve its competitive bidding process?
- **A:** Roseville Electric Utility does use a competitive bidding process, as is policy with the City of Roseville. What we are seeing is a significant number of supply chain issues, impacting both the price and delivery time of critical items such as transformers. We have transformers that were ordered three years ago that are just now arriving and at a cost three to four times higher.
- **Q:** How much of the proposed increases is due to housing growth in Roseville?
- **A:** The proposed increases are not related to housing growth. Roseville Electric requires developers to pay their way. In other words, existing customers do not subsidize new development. When new housing communities come onto the system, the developer pays for that infrastructure.

- **Q:** How much will this proposed surcharge increase an average bill?
- **A:** Below is a chart that reflects how the proposed increases will impact an average bill by customer class, if approved by City Council.

Customer Class	Current Bill	June 1, 2024	January 1, 2025
Residential	\$130	\$142	\$154
Small Commercial	\$178	\$195	\$212
Medium Commercial	\$3,471	\$3,783	\$4,123
Large Commercial	\$33,950	\$37,005	\$40,336
Industrial	\$115,628	\$126,035	\$137,378

- **Q:** If the proposal is approved, how will Roseville's rates compare to other utilities in the region?
- **A:** With these proposed increases, Roseville would still be roughly 45-55% lower than neighboring PG&E, and comparable to SMUD (taking into account recently approved rate increases for each utility).

Customer Type	Roseville Electric	PG&E*	% Difference	SMUD	% Difference
Residential	\$154	\$354	56%	\$153	(1%)
Small Commercial	\$212	\$474	55%	\$218	3%
Medium Commercial	\$4,123	\$8,554	52%	\$4,445	7%
Large Commercial	\$40,336	\$74,356	46%	\$40,117	(1%)
Industrial	\$137,378	\$262,925	48%	\$139,221	1%

- **Q:** Are there any programs to support low income customers through these proposed increases?
- **A:** Residents who qualify for our Electric Rate Assistance Program receive a 15% discount on their monthly electric service. As part of the current rate proposal, those enrolled in the Electric Rate Assistance Program will also receive a \$15 monthly credit to help offset the proposed increases. If approved, the credit would go into effect starting with the first 9% rate increase on June 1, 2024.

Roseville Electric plans to present recommendations to the Roseville Public Utilities Commission in late February and go to City Council for approval in March.

If approved, the first of the proposed rate changes would go into effect June 2024.