CRYPTOCURRENCY MORATORIUM
PUBLIC HEARING

September 17, 2018
TODAY’S DISCUSSION
Overview of rate & phase-in recommendation
Rate outreach plan
Next steps
Public comment

MORATORIUM AND RATE HEARING
ACTION REQUIRED TODAY
CRYPTOCURRENCY RATE OVERVIEW

1. Upfront Charge Recommendation

**DISTRIBUTION** (where capacity available*):
$270/kW

*With sufficient interest, District may consider developing a cryptocurrency zone in an otherwise capacity limited area with increased distribution charge of $380/kW, or at cost

**TRANSMISSION**

First 100 MW in Wenatchee corridor $55/kW
All other areas (excluding area north of Leavenworth) $450/kW
Connections over 5 MW, based on transmission study $ at cost
## CRYPTOCURRENCY RATE OVERVIEW

### 2. Monthly Rate Recommendation

<table>
<thead>
<tr>
<th>NON-RESIDENTIAL:</th>
<th>RESIDENTIAL:</th>
</tr>
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<tbody>
<tr>
<td>Tiered customer charge</td>
<td>Tiered customer charge</td>
</tr>
<tr>
<td>Existing HDL demand charge</td>
<td>New Residential area demand charge</td>
</tr>
<tr>
<td>Variable market-based energy rate, may set rate for under 1 MW</td>
<td>Energy rate set based on current market, subject to future true-up</td>
</tr>
</tbody>
</table>
RESIDENTIAL EFFECTIVE RATE (PER KWH) BY SIZE, ASSUMED LOAD FACTOR OF 74%
NON-RESIDENTIAL EFFECTIVE RATE (PER KWH) BY SIZE, ASSUMED LOAD FACTOR OF 90%
If compatible with CIS implementation, phase-in rates in 2 steps:

» Step 1, effective April 1, 2019: Implement new energy rate with a set market proxy

» Step 2, effective April 1, 2020: Following CIS go-live, implement new demand charge and variable energy, as applicable
RESIDENTIAL EFFECTIVE RATE (PER KWH) PHASE-IN, ASSUMED LOAD FACTOR OF 74%
NON-RESIDENTIAL EFFECTIVE RATE (PER KWH)
PHASE-IN, ASSUMED LOAD FACTOR OF 90%

Deferral of variable rate in Phase 1
PROPOSED RATE PROCESS TIMELINE

**Sept. 17**
Today

**Nov. 7**
Information Meeting at CTC

**Nov. 19**
Rate/Moratorium Hearing

**Dec. 3**
Rate Resolution

**Apr. 1, 2019**
Phase 1 Rate Effective

- Develop processes
- Prepare policy revisions
- Prepare draft template contracts
- Understand CIS/billing options
- Prepare draft staff report
- Fees & Charges update

- Notice to affected customers
- Rate programming
- Rate testing
- Other billing prep
- Policy/regulation update
PROPOSED RATE OUTREACH PLAN

- Nov. 5 – Nov. 19: Public notice, including legal notice, of rate hearing in newspapers, direct mail, social media, and the District’s website.
- Nov. 7: Information meeting at the CTC.
- Nov. 19: Rate Hearing; end public comment period.
- If rate is adopted, by 30 days after rate adoption: Direct notice to affected customers.
PUBLIC COMMENT
PROPOSED MOTIONS

1  In order to allow time for staff to implement Board direction provided today, move to:
   Continue the moratorium and set the next public hearing for November 19, 2018, during the Board’s regular meeting.

2  In order to establish the appropriate procedure for engagement and notice to customers, move to:
   Set the rate outreach plan, number and location of informational meetings, and date of public rate hearing as proposed by staff in the presentation.
Proposed Next Step:

RATE INFORMATION MEETING

November 7, 2018 | Staff Presentation, CTC