

Flexible Pricing Rate Pilot Customer Acknowledgement

Participation in Southern California Edison Company's (SCE) Flexible Pricing Rate pilot is subject to the following requirements.

PILOT ELIGIBILITY

In order to qualify for the Flexible Pricing Rate pilot, you must be enrolled in an eligible rate and not enrolled in a Demand Response program as listed below. Eligible customers can sign up directly through SCE.com or through an authorized Automation Service Provider (ASP). Customers enrolled with a Community Choice Aggregator (CCA) are eligible to participate if the (CCA) has been approved for participation. Please contact your CCA for more information.

Enrollment

You must sign up directly with Southern California Edison through SCE.com or with the assistance of your authorized Automation Service Provider. To receive full potential savings customers must be enrolled for a full year from the start of their enrollment period or SCE will allow a one-time opt-out prior to the end of the twelve-month period.

Eligibility Requirements:

1. You must not be currently enrolled in any non-TOU rate, any legacy rate options (Option A, Option B or Option R) or any street or area lighting rates. Contract rates are also not eligible for this pilot.
2. You must not be currently enrolled in any of the following programs, rate schedules, rate options, services or enroll after enrollment on the Flexible Pricing Rate pilot:
 - All SDR that counts towards Resource Adequacy (RA) including
 - BIP, AP-I, SDP, SEP, CBP, SCE DR Contracts (LCR)
 - CCA SDR RA programs or contracts
 - Other IOU/CCA event-based LMDR programs or pilots
 - ELRP Group A with the following subgroups:
 - Sub-Group A.1. BIP, AP-I, and SDP dual participants
 - Sub-Group A.2. BIP Aggregators
 - Sub-Group A.2. Non-BIP Aggregators

- Sub-Group A.4. Virtual Power Plan Aggregators
- Sub-Group A.5. Vehicle Grid Integration Aggregators
- ELRP Group B1 or B2
- California Energy Commission (CEC) Demand Side Grid Support (DSGS) Program (Option 1)
- CEC DSGS Option 2 and Option 3

PILOT DESCRIPTION

Pilot Duration

Unless extended by the California Public Utilities Commission, this Pilot will run through December 31st, 2027. After the end date, SCE will apply any outstanding bill credit to participating customers' bills, typically within 1 to 2 billing periods.

Pilot Billing and Benefits While participating in the Pilot, customers will continue to be billed monthly on their current rate.

In parallel, an SCE approved vendor will use “shadow billing” to track the customers’ potential savings while participating in the Flexible Pricing Rate pilot. The shadow bill is not an actual bill that the customer must pay, but merely a tracking and calculation tool. Shadow billing is intended to reward the customer for reducing usage during high-demand hours when the dynamic rate (determined by available day-ahead pricing) is higher.

Shadow billing compares the customers’ usage from the year before joining the pilot (“Subscription Load”) on the customers’ standard rate (“Subscription Rate”) to their usage while on the pilot (“Dynamic Load”) at the pilot rate (“Dynamic Rate”), as follows:

The shadow bill will first calculate charges (at the interval level) for the customers’ subscription load at the subscription price. During intervals where the customers’ dynamic load is less than the subscription load, the shadow bill will credit the customer with the difference between the subscription load value and the dynamic load value at the dynamic price. During intervals where the customers’ dynamic load exceeds the subscription load, the shadow bill will charge the subscription load at the subscription price and the excess dynamic load at the dynamic load price.

While on the pilot, customers will continue to pay their regular monthly bill. However, SCE will track the shadow-billed charges for comparison at the end of the 12-month participation period. At the end of the 12-month participation period, if the sum total of the customer’s shadow billed charges is less than the sum total of the customers’ regularly

billed charges, the customer will receive a payment equal to the difference from SCE and their CCA (if applicable).

12 Month Participation Period

At the end of the 12 months SCE will apply any credit to the customer's bill, which typically occurs within 1 or 2 billing periods. After the 12 months the customer will start a new 12 month participation period, and this will repeat until the end of the pilot's duration period. Customers may elect to opt-out from the program at any time. There is no minimum time commitment. Customers can opt out by contacting SCE directly or their Automation Service Provider and opt-out will typically be processed within 1 to 2 billing periods.

Opt-outs before the end of the 12-month participation period will have their credits if any, applied based on the number of months the customer participated in the pilot.

Flexible Pricing Rate Pilot Disclaimer

Customers who choose to participate in this program are not obligated to purchase any additional goods or services. This program is funded by SCE utility ratepayers and administered by SCE under the auspices of the California Public Utilities Commission. The selection, purchase, and ownership of any goods and services are the sole responsibility of the customer. The program and incentives will continue until funding is exhausted or the program is terminated, whichever comes first. The program is subject to change without notice. See program terms and conditions for details. SCE may remove any customer from the program if the customer violates any of these terms and conditions outlined.

Please sign and email document to flexiblepricingrate@sce.com.

I have read and acknowledge the above requirements and pilot description.

I attest to not currently being enrolled in the following *California Energy Commission (CEC) Demand Side Grid Support (DSGS) Program (Option 1)**. I also attest not to enroll on the *CEC Demand Side Grid Support (DSGS) Program (Option 1)* during the duration of my participation in the Flexible Pricing Rate Pilot.

Customer Name

Date

Business Name (If Applicable)