

POWER COST ADJUSTMENT

The Power Cost Adjustment Applies to All Rate Classes.

The Cooperative buys wholesale power from the Bonneville Power Administration (BPA) through the Pacific Northwest Generating Cooperative (PNGC). BPA's contract contains a surcharge(s) that allows BPA to adjust its wholesale rates periodically. Should BPA or PNGC implement a surcharge(s) to raise or lower its wholesale power rates, the Cooperative's cost of wholesale power will be adjusted accordingly.

To compensate for an adjustment in wholesale power costs due to a surcharge(s), the Cooperative's retail rates may be adjusted to reflect the effect of the surcharge(s). Rate schedules may be adjusted by the percentage of surcharge(s) in each rate component so as to fully recover the amount of the adjustment during the months the surcharge(s) is in effect.

For more information on rates, please see our web site at: www.clearwaterpower.com

SMALL COMMERCIAL SERVICE

Rate Schedule 2-4

For commercial purposes in a business, enterprise, institution, organization, or similar entity when all such service used on the premises is supplied through a single meter. Loads served under this schedule are limited to 50kW or less. Accounts may be reviewed on an annual basis, or as necessary, to determine the applicability of this rate schedule.

Monthly Rates

Facilities Charge	\$19.75
First 1,600 kWh	\$.08686 per kWh
Over 1,600 kWh	\$.08522 per kWh

LARGE COMMERCIAL SERVICE

Rate Schedule 2-5

For commercial purposes in a business, enterprise, institution, organization, factory or similar entity when all such service used on the premises is supplied through a single meter. Loads served under this schedule are limited to 50kW or more of billed monthly demand. To qualify for this rate schedule, the billed monthly demand must exceed 50 kW during four (4) of the twelve (12) previous months. Accounts will be reviewed on an annual basis, or as necessary, to determine the applicability of this rate schedule.

Monthly Rates

Facilities Charge	\$25.00
First 15,000 kWh	\$.05977 per kWh
Over 15,000 kWh	\$.05349 per kWh

Demand Charge

First 50 kW of Demand	No Charge
Over 50 kW of Demand	\$6.00 per kW

Information on Minimum Monthly Charges, Annual Minimum Charge, Determination of Billing Demand and Power Factor Adjustment is on our Web site at www.clearwaterpower.com or call 1-888-743-1501 to request a copy.

CLEARWATER POWER COMPANY

ELECTRIC RATES

- Residential
- Outdoor Security Lighting
- Small Commercial
- Large Commercial



Your Touchstone Energy[®]
Cooperative 

Residential Service

Rate Schedule 1-1

For domestic purposes in a single family residence, farm, apartment, manufactured home, or other living quarters when all such service used on the premises is supplied through a single meter.

Monthly Rates

Facilities Charge	\$19.75
First 1,600 kWh	\$.08550 per kWh
Over 1,600 kWh	\$.08386 per kWh

Example

If you used 1,800 kilowatt-hours in one month, your electric bill would be calculated like this:

Facilities Charge	\$19.75
.08550 x 1,600 kWhs	\$136.80
.08386 x 200 kWhs	<u>\$16.77</u>
*Total Electric Charges	\$173.32

* In addition, a city franchise fee and/or state excise tax may apply.

Outdoor Security Lighting

Rate Schedule 4-8

For dusk-to-dawn outdoor security lighting in close proximity to existing overhead secondary circuits.

Rates per Month

175W and below	\$8.00
250W	\$9.00
400W	\$11.00
1000W	\$26.00

Information on Service Agreements and Conditions of Service is on our Web site at www.clearwaterpower.com or call 1-888-743-1501 to request a copy.

Dear Member

The mission of Clearwater Power Company is to provide its member-consumers with safe, reliable, cost-based energy and related services. As a not-for-profit Cooperative, Clearwater Power Company has worked hard to keep expenses down and work efficiently so we could keep your rates stable for the last two years.

Effective October 1, 2011, the Bonneville Power Administration raised our wholesale power rates by 11%. In addition, many of our fixed costs have increased over the last two years. These include things like labor, material, insurance, regulatory and compliance, depreciation, interest and taxes. Our distribution system is also requiring additional maintenance, including replacement of major equipment and many of our aging poles.

We have just completed a detailed Cost of Service Analysis (COSA) to determine the total cost of bringing power to your home or business. Based on this information, your member-elected Board of Directors, made up of CPC members like yourself, has voted for an overall revenue increase of 5.1 percent. Individual increases will depend upon rate class and use. The Directors, management and employees are all acutely aware of the impact the recent economy has had on families and businesses in our area and we have done everything we can to keep this increase as low as possible.

Please keep this brochure as a reference for your new rate information. I also encourage you to go to our Web site, www.clearwaterpower.com, where you can find the new rates and our TogetherWeSave link for ideas on how to keep your energy bills affordable. If you don't have internet access, just stop by the office or give us a call and we will mail you a copy of our free booklet, *101 Easy Ways To Save*.

If you have any questions about your electric rates or anything else about your electric cooperative, please don't hesitate to contact our office.

Sincerely,



Richard E. Butler,
President



K. David Hagen,
General Manager