

INSIDE PASSAGE ELECTRIC COOPERATIVE, INC.

NOTICE OF RATE CHANGES

Effective May 11, 2018, the Regulatory Commission of Alaska (RCA) approved a 2.03 percent increase to IPEC's demand and energy charges and a revision to Power Cost Equalization (PCE) rates. The revised rates were approved by the RCA based on IPEC's semiannual Simplified Rate Filing for the calendar year 2017 test year. The prior and new rates effective May 11, 2018, are as follows:

<u>Rate Class</u>	<u>Tariff Sheet No.</u>	<u>New Rates</u>	<u>Prior Rates</u>	<u>Rate Change</u>
Residential	48			
Energy		\$0.6555	\$0.6425	\$0.0130
Small Commercial	51			
Energy-First 500 kWh		\$0.6795	\$0.6660	\$0.0135
Over 500 Wh		\$0.6127	\$0.6005	\$0.0122
Large Power	53			
Energy		\$0.6041	\$0.5921	\$0.0120
Demand		\$13.65	\$13.38	\$0.27
Large Power Interruptible	56			
Energy-First 60,000 kWh		\$0.4349	\$0.4263	\$0.0086
Next 240,000 kWh		\$0.4109	\$0.4027	\$0.0082
Over 300,000 kWh		\$0.3993	\$0.3914	\$0.0079
Standby		\$41.24	\$40.42	\$0.82
PCE	69			
Residential		\$0.3071	\$0.3074	(\$0.0003)
Comm Facilities to 500 kWh		\$0.3071	\$0.3074	(\$0.0003)
Comm Facilities over 500 kWh		\$0.3071	\$0.3074	(\$0.0003)