

DEFERRED ENERGY CONSUMER SESSION AND HEARING NOTICE

The Public Utilities Commission of Nevada (PUCN) has scheduled a Consumer Session and Evidentiary Hearings for Sierra Pacific Power Company d/b/a NV Energy to review the prudence of the natural gas expenses for the 12-month period ending December 31, 2015, and to reset the Renewable Energy Program Rate (REPR). This filing was designated as Commission Docket 16-03005.

If approved by the PUCN, customers would see a 0.11 percent increase in rates or an annual revenue increase of \$130,122 over all customer classes.

The hearings and Consumer Session are set as follows:

CONSUMER SESSION:

Thursday, June 9, 2016 at 6 p.m.

Public Utilities Commission of Nevada

Hearing Room A

9075 West Diablo Drive, Suite 250, Las Vegas, NV 89148

Proceedings will be video conference linked to:

Public Utilities Commission of Nevada

Hearing Room A

1150 East William Street, Carson City, NV 89701

EVIDENTIARY HEARINGS:

August 16-18, 2016 at 10 a.m.

Public Utilities Commission of Nevada

Hearing Room A

9075 West Diablo, Suite 250, Las Vegas, NV 89148

Proceedings will be video conference linked to:

Public Utilities Commission of Nevada

Hearing Room A

1150 East William Street, Carson City, NV 89701

PROPOSED RATE CHANGE

On March 1, 2016 NV Energy made its annual mandatory

Deferred Energy Accounting Adjustment (DEAA) filing with the Public Utilities Commission of Nevada (PUCN). The filing requests approval of the natural gas expenses for the 12-month period ended December 31, 2015, and to reset the Renewable Energy Program Rate (REPR) to be changed from \$(0.00039) to \$0.00053 per therm.

The overall effect of granting the relief requested is to increase customer rates by \$130,122 or 0.11 percent over all classes of customers.

The chart below contains a list of customer classes and their associated proposed percentage and dollar amount changes. These rate changes are approximate and represent averages for each customer class. Actual changes to individual customers' bills will vary. Ultimately the PUCN may set rates that are higher or lower than those requested by the company.

The company's application is available for review at nvenergy.com/rates, or any NV Energy office, or the Offices of the PUCN at:

1150 East William St., or 9075 W. Diablo Dr.
Carson City, NV 89701 Las Vegas, NV 89148

Interested persons who are unable to attend these sessions may send comments in writing to the PUCN offices at the address above. As a result of these hearings, the PUCN may grant NV Energy's requested rate changes, or it may set rates that are higher or lower.

The chart below reflects the adjustment for the average monthly bill for each customer class. Actual changes to individual customers' bills will vary depending on the level of consumption.

IMPACT TO CUSTOMERS

| Rate Classes | | Monthly Percent Change | Monthly Increase/ Decrease |
|-----------------------------------|--------|------------------------------|----------------------------------|
| Residential Natural Gas | (RNG) | 0.10% | \$0.05 |
| Residential Liquid Propane Gas | (LPG) | 0.10% | \$0.04 |
| Commercial Liquid Propane Gas | (LPG) | 0.13% | \$0.15 |
| Small Commercial Natural Gas | (SCNG) | 0.13% | \$0.24 |
| Commercial Compressed Natural Gas | (COMP) | 0.15% | \$6.96 |
| Large Commercial Natural Gas | (LCNG) | 0.14% | \$10.51 |
| Incentive Natural Gas | (INGR) | 0.02% | \$0.65 |
| Total | | 0.11% | |