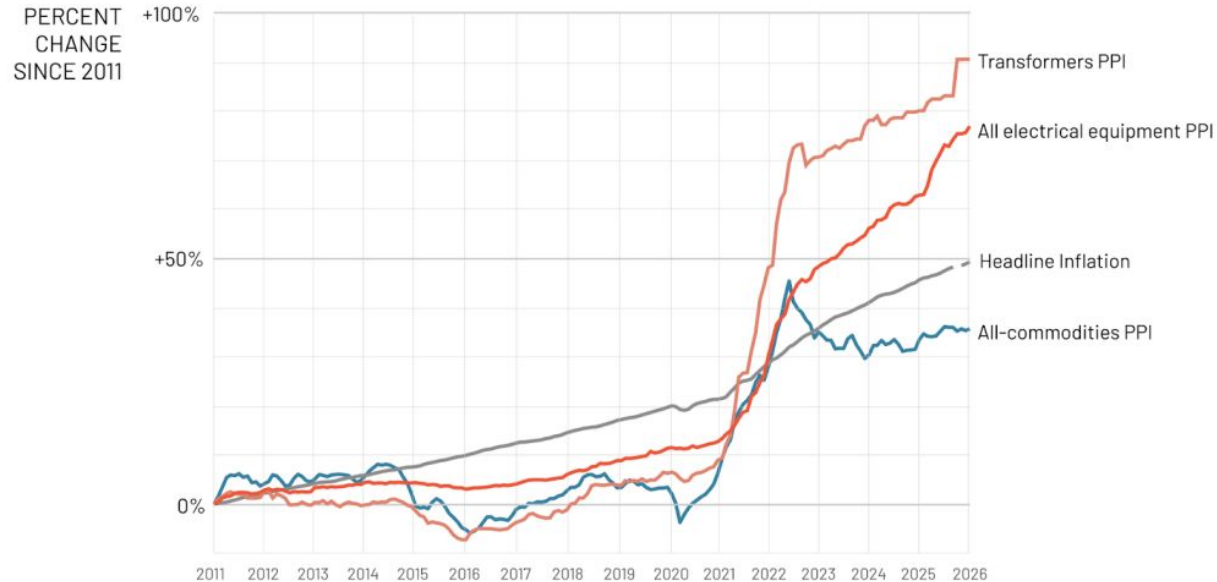
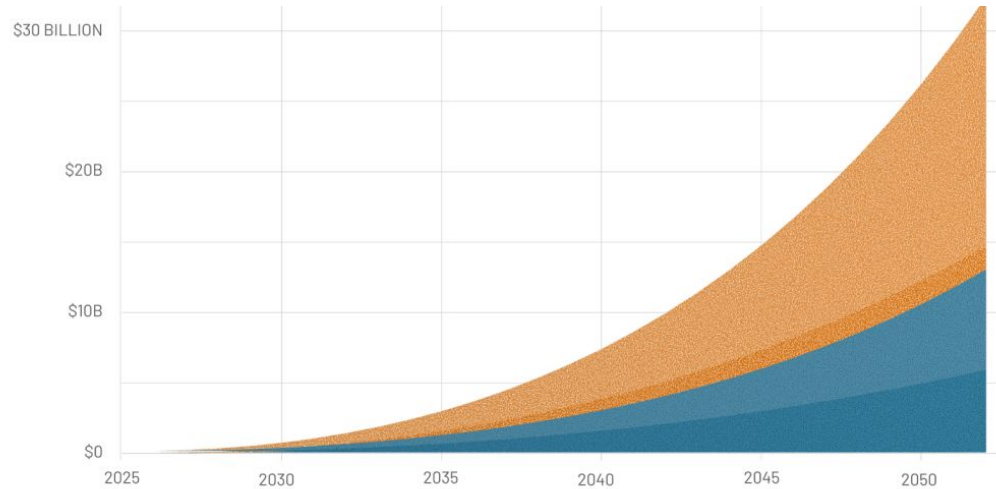


The Capital Equipment Bottleneck

Transformer and electrical equipment prices have increased dramatically in recent years, compared to all commodities and overall inflation.



Unlocking the Supply Chain



Target date	Investor-owned utility capital costs		California ratepayer savings			
	Annual		Annual			Cumulative
	Status quo	CGMI policy proposal	Per residential household	All residential ratepayers	All industrial ratepayers	All ratepayers
2040	\$10.2- \$13.8 billion	\$6.3- \$6.5 billion	\$150- \$300	\$1.5- \$2.9 billion	\$700 million- \$1.3 billion	\$20- \$37 billion

