

WHY DO BUSINESS IN VERNON?



Founded in 1905 as “exclusively industrial,” Vernon takes pride in fostering a vibrant business climate as evidenced by the LAEDC distinction as “Most Business Friendly City”. Vernon Gas and Electric (VG&E) is home to stable, reliable, efficient electric, gas and fiber services.



electric, gas & fiber

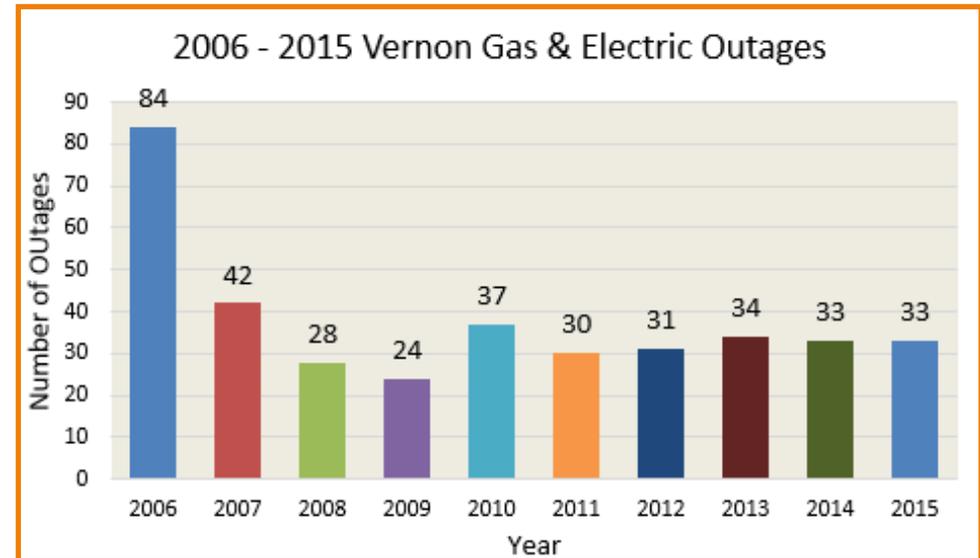
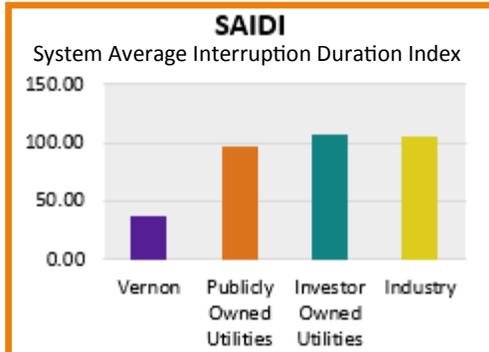
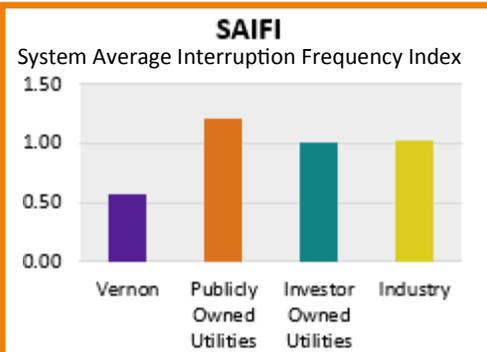
RESPONSIVE, RELIABLE, EFFICIENT SERVICES

Highly reliable services, competitive rates, commitment in the community, responsive customer service & local decision making

ELECTRIC RELIABILITY — VG&E ranks top **10%** industry-wide

- Amount of time Vernon customers spend without power during the year - **37 minutes** - (SAIDI—system average interruption duration index)
- The number of outages the typical Vernon customer experiences is less than 1 per year - **0.57** (SAIFI—system average interruption frequency index)

- 33 outages** experienced in Vernon 2015 (average outages past 5 years **32** per year). Significant decline from 2006.



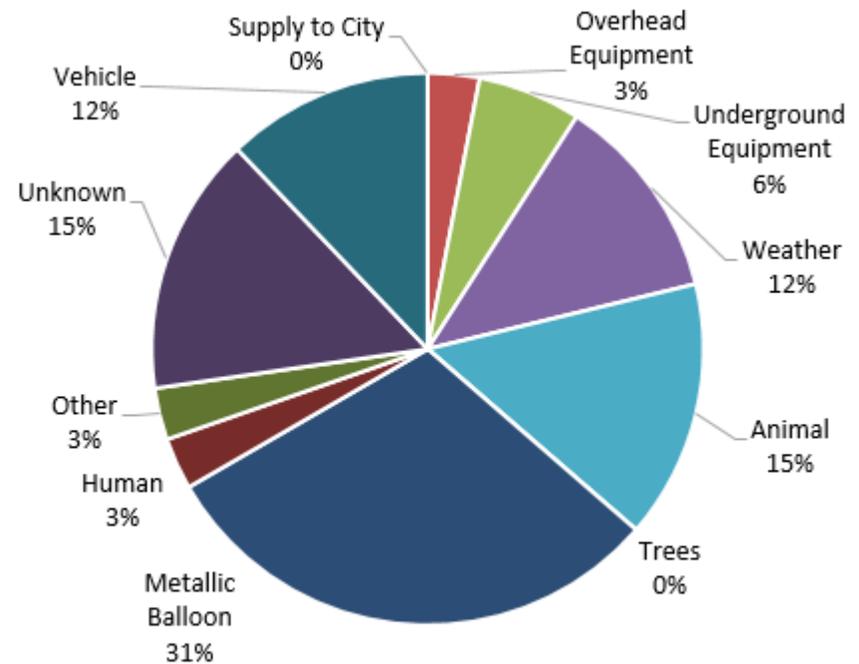
RELIABLE | RESPONSIVE



MANAGEABLE SERVICE TERRITORY

- VG&E service territory encompasses **5.2 square miles** lowering troubleshooting response times.
- High proportion of industrial and commercial customers. **1763** business meters vs. **74** residential meters results in staff attentively focused on business community needs.
- **83%** overhead electric system equates to more efficient troubleshooting and customer power promptly restored.
- VG&E owns & operates a sophisticated sub-transmission & distribution network while maintaining a family feel with **42** dedicated staff members.
- Short distribution circuits translate to higher power quality for customers & interruptions that impact less customers. No distribution feeder in the system is over **2 miles** in length.

RELIABILITY: Typical Outage Causes in Vernon by Type



VERNON: HOME TO A VIBRANT BUSINESS COMMUNITY

- **50,000+** employees work in Vernon daily.
- Strategically located near the ports of Los Angeles, Los Angeles International Airport and major freeways.



- Vernon possesses a very streamlined permitting and approval process. The Los Angeles Economic Development Corporation recognized Vernon as the “Most Business Friendly City” in 2008.