

PSE DATA REQUEST NO. 011 TO ICNU:

Please reference the Response Testimony of Mr. Michael P. Gorman, MPG-1T, at page 31, lines 8 through 10. Please explain in detail, with spreadsheet examples showing the intended calculations to be made in a subsequent Schedule 142 filing, the proposed treatment of any deferral balances and earnings test adjustments that may be outstanding at the time the schedules proposed by ICNU are removed from the decoupling mechanisms.

RESPONSE TO PSE DATA REQUEST NO. 011:

Mr. Gorman's position would track decoupling balances over/under collection up until the point where Schedules 40, 46 and 49 are removed from the Schedule 142 decoupling mechanism. At the point these schedules are removed from the decoupling mechanism, any decoupling balance subject to credit or charge to Schedule 40, 46 and 49 customers, would continue to be made until all decoupling amounts for these schedules are fully reconciled. After those balances are fully reconciled, Schedules 40, 46 and 49 would be removed from the decoupling mechanism reconciliation, and would no longer be subject to decoupling credits or charges.

For earnings test purposes, the Company would employ all revenues collected through base rates and Schedule 142 charges in measuring earnings subject to the earnings test. Once Schedules 40, 46 and 49 are removed from decoupling, there would no longer be decoupling revenues associated with these rate schedules to be included in the earnings test. However, on a going-forward basis all revenue collections for base rates and decoupling revenue collections would be subject to the earnings test.

Mr. Gorman has not developed suggested spreadsheet calculations supporting this policy testimony.

Date: July 19, 2017
Respondent: Michael P. Gorman – (636) 898-6725
Witness: Michael P. Gorman