

Application No.: A.24-09-010  
Exhibit No.: Liberty-15  
Witnesses: M. Rao



(U 933-E)

**Liberty Utilities (CalPeco Electric) LLC**  
**2025 General Rate Case**

Before the California Public Utilities Commission

***Rebuttal Testimony – Revenue Requirement***

Tahoe Vista, California

July 24, 2025

**Liberty Utilities (CalPeco Electric) LLC: 2025 GRC Rebuttal**

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I.

**REVENUE REQUIREMENT**

A. **Introduction**

While no parties oppose specific elements of Liberty's revenue requirement calculation, Liberty has recalculated revenue requirement to reflect the revised forecast for capital expenditures and operations and maintenance expense. Based on the revisions, Liberty's revised revenue requirement is \$245.060 million, a \$2.860 million reduction from Liberty's original forecast. Table I-1 below summarizes Liberty's original and revised revenue requirement.

**Table I-1**  
**2025 Revenue Requirement**  
**Comparison of Liberty Original and Revised**  
**\$(000)**

	Liberty	Liberty - Revised	Variance
Operating Revenues			
Sales Revenue	\$ 224,518	\$ 222,077	\$ (2,440)
Other Operating Revenue	520	520	-
Revenue Credits	922	922	-
Energy Efficiency	467	467	-
Solar Initiative Program (SIP)	420	-	(420)
Vegetation Management (VM)	-	-	-
Other Memo Accts BRRBA	21,073	21,073	-
Total Operating Revenues	247,920	245,060	(2,860)
Operating Expenses			
Fuel & Purchased Power	44,172	44,172	-
ECAC	-	-	-
VM, CEMA, EE, SIP, BRRBA	21,960	21,540	(420)
Other O&M Expense	84,181	82,132	(2,049)
Depreciation & Amortization Expense	27,133	27,051	(82)
Taxes Other Than Income	9,921	9,921	(0)
Deferred Income Taxes	-	-	-
EADIT Amortization	(148)	(148)	-
Federal Income Tax	6,376	6,410	34
California Corporate Franchise Tax	3,220	3,217	(4)
Total Operating Expenses	196,815	194,295	(2,520)
Operating Income	51,105	50,764	(341)
Rate Base			
Gross Plant in Service	793,578	789,527	(4,050)
Accumulated Depreciation Reserve	(162,118)	(162,100)	18
Net Plant in Service	631,460	627,428	(4,032)
Additions			
Construction Work In Progress	-	-	-
Materials & Supplies	18,341	18,341	(0)
Prepayments	9,757	9,757	-
Other Additions	11,656	11,656	-
Working Cash	8,197	8,247	50
Total Additions	47,951	48,000	49
Deductions			
Customer Advances for Construction	(18,499)	(18,499)	-
Accumulated Deferred Income Tax	(24,414)	(24,414)	-
Other Deductions - COR	(40,073)	(40,070)	3
Total Deductions	(82,987)	(82,984)	3
Rate Base	\$ 596,424	\$ 592,444	\$ (3,980)
Rate of Return (%)	8.57%	8.57%	