



ADVICE LETTER SUMMARY

ENERGY UTILITY



MUST BE COMPLETED BY UTILITY (Attach additional pages as needed)

Company name/CPUC Utility No.: Liberty Utilities (CalPeco Electric) LLC (U-933-E)

Utility type:

- ELC GAS WATER
 PLC HEAT

Contact Person: Dan Marsh
 Phone #: 562-299-5104
 E-mail: Dan.Marsh@libertyutilities.com
 E-mail Disposition Notice to:

EXPLANATION OF UTILITY TYPE

ELC = Electric GAS = Gas WATER = Water
 PLC = Pipeline HEAT = Heat

(Date Submitted / Received Stamp by CPUC)

Advice Letter (AL) #: 128-E-A

Tier Designation: 2

Subject of AL: 2020 PTAM Revision

Keywords (choose from CPUC listing): Increase Rates

AL Type: Monthly Quarterly Annual One-Time Other:

If AL submitted in compliance with a Commission order, indicate relevant Decision/Resolution #: D.12-11-030

Does AL replace a withdrawn or rejected AL? If so, identify the prior AL: No

Summarize differences between the AL and the prior withdrawn or rejected AL:

Confidential treatment requested? Yes No

If yes, specification of confidential information:

Confidential information will be made available to appropriate parties who execute a nondisclosure agreement. Name and contact information to request nondisclosure agreement/ access to confidential information:

Resolution required? Yes No

Requested effective date: 11/5/19

No. of tariff sheets: 0

Estimated system annual revenue effect (%): 1.5%

Estimated system average rate effect (%): 1.5%

When rates are affected by AL, include attachment in AL showing average rate effects on customer classes (residential, small commercial, large C/I, agricultural, lighting).

Tariff schedules affected: All residential, commercial, streetlight, and irrigation rate schedules

Service affected and changes proposed¹: Increase base rate revenue

Pending advice letters that revise the same tariff sheets:

¹Discuss in AL if more space is needed.

Protests and all other correspondence regarding this AL are due no later than 20 days after the date of this submittal, unless otherwise authorized by the Commission, and shall be sent to:

CPUC, Energy Division
Attention: Tariff Unit
505 Van Ness Avenue
San Francisco, CA 94102
Email: EDTariffUnit@cpuc.ca.gov

Name: Dan Marsh
Title: Manager, Rates and Regulatory Affairs
Utility Name: Liberty Utilities (CalPeco Electric) LLC
Address: 9750 Washburn Road
City: Downey State: California
Telephone (xxx) xxx-xxxx: 562-299-5104
Facsimile (xxx) xxx-xxxx:
Email: Dan.Marsh@libertyutilities.com

Name:
Title:
Utility Name:
Address:
City: State: Wyoming
Telephone (xxx) xxx-xxxx:
Facsimile (xxx) xxx-xxxx:
Email:

ENERGY Advice Letter Keywords

Affiliate	Direct Access	Preliminary Statement
Agreements	Disconnect Service	Procurement
Agriculture	ECAC / Energy Cost Adjustment	Qualifying Facility
Avoided Cost	EOR / Enhanced Oil Recovery	Rebates
Balancing Account	Energy Charge	Refunds
Baseline	Energy Efficiency	Reliability
Bilingual	Establish Service	Re-MAT/Bio-MAT
Billings	Expand Service Area	Revenue Allocation
Bioenergy	Forms	Rule 21
Brokerage Fees	Franchise Fee / User Tax	Rules
CARE	G.O. 131-D	Section 851
CPUC Reimbursement Fee	GRC / General Rate Case	Self Generation
Capacity	Hazardous Waste	Service Area Map
Cogeneration	Increase Rates	Service Outage
Compliance	Interruptible Service	Solar
Conditions of Service	Interutility Transportation	Standby Service
Connection	LIEE / Low-Income Energy Efficiency	Storage
Conservation	LIRA / Low-Income Ratepayer Assistance	Street Lights
Consolidate Tariffs	Late Payment Charge	Surcharges
Contracts	Line Extensions	Tariffs
Core	Memorandum Account	Taxes
Credit	Metered Energy Efficiency	Text Changes
Curtable Service	Metering	Transformer
Customer Charge	Mobile Home Parks	Transition Cost
Customer Owned Generation	Name Change	Transmission Lines
Decrease Rates	Non-Core	Transportation Electrification
Demand Charge	Non-firm Service Contracts	Transportation Rates
Demand Side Fund	Nuclear	Undergrounding
Demand Side Management	Oil Pipelines	Voltage Discount
Demand Side Response	PBR / Performance Based Ratemaking	Wind Power
Deposits	Portfolio	Withdrawal of Service
Depreciation	Power Lines	



Liberty Utilities (CalPeco Electric) LLC
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South Lake Tahoe, CA 96150
Tel: 800-782-2506
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October 22, 2019

VIA EMAIL AND UPS

**Advice Letter No. 128-E-A
(U 933-E)**

California Public Utilities Commission
Energy Division, Tariff Unit
505 Van Ness Avenue, 4th Floor
San Francisco, CA 94102-3298

Subject: Amended 2020 Post-Test Year Adjustment Mechanism

Liberty Utilities (CalPeco Electric) LLC (U 933 E) (“Liberty CalPeco”) hereby submits this amended **Tier 2** Advice Letter No. 128-E-A to increase its base rate revenues in accordance with the Post-Test Year Adjustment Mechanism (“PTAM”) as set forth in Section 9 of the Preliminary Statement in the Liberty CalPeco Tariff.

I. Purpose

The purpose of this amended filing is to adjust Liberty CalPeco’s forecast to revise base rates as of January 1, 2020 pursuant to the PTAM tariff authorized in D.12-11-030. Liberty CalPeco’s original Advice Letter No. 128-E utilized an incorrect authorized base rate revenue requirement in its calculation. The revised forecast contained in Table 1 utilizes the correct authorized base rate revenue requirement, which changes Liberty CalPeco’s requested increase from \$818,741 to \$834,267.

II. Coordination with Other Pending Liberty CalPeco Rate Proceedings

Liberty CalPeco currently has an Energy Cost Adjustment Clause (“ECAC”) application (A.19-07-007) (“ECAC Application”) pending before the Commission. Liberty CalPeco’s tariff provides that revisions to the ECAC rates also become effective as of January 1, 2020.

Assuming a final decision is issued in Liberty CalPeco’s ECAC application on a schedule that enables the revised rates to become effective as of January 1, 2020, Liberty CalPeco intends to timely make the necessary compliance submissions, including presenting revised tariffs to implement the rate changes and enable the new rates being requested in this PTAM Advice Letter and the ECAC application to become effective as of January 1, 2020.

In any event, even if a decision in the ECAC application is not issued in time to enable the revised rates to become effective as of January 1, 2020, Liberty CalPeco shall supplement this Advice

Letter by submitting revised tariff sheets based on the rate changes to become effective as of January 1, 2020.

III. Background

The Liberty CalPeco PTAM tariff authorizes Liberty CalPeco to request increases to its base rate revenues based on a forecast of the Consumer Price Index (“CPI”), minus 0.5% productivity factor. Based on S&P Global Market Intelligence’s CPI Forecast for 2020 of 2.0%, less a productivity factor of 0.5%, the PTAM attrition adjustment for 2020 is 1.5%.

IV. Rate Change

Application of the PTAM Attrition Factor for 2020 results in a proposed rate increase in base rate revenues of \$834,267, or 1.5%, as shown in Table 1.

Table 1

<u>Customer Class</u>	<u>Authorized Base Rate Revenue Requirement</u>	<u>Percentage Increase in Base Rate Revenue Requirement</u>	<u>PTAM Increase Base Rate Revenue Requirement</u>	<u>Base Rate Revenue Requirement 1/1/20</u>
Residential (D-1)	27,855,512	1.50%	417,833	28,273,344
A-1	11,026,109		165,392	11,191,501
A-2	4,987,197		74,808	5,062,004
A-3	11,443,877		171,658	11,615,535
Irrigation	86,518		1,298	87,816
Street/Highway Light	73,564		1,103	74,668
Outdoor	145,051		2,176	147,227
	<u>55,617,828</u>		<u>834,267</u>	<u>56,452,095</u>

Effective Date

Liberty CalPeco requests that this **Tier 2** Advice Letter be effective as of November 5, 2019. Approval as of this date will enable Liberty CalPeco to submit the necessary Tier 1 Advice Letter containing the revised tariff sheets to be effective as of January 1, 2020 with the approved rate changes associated with this PTAM Advice Letter, the ECAC application, and any other Commission-approved rate changes.

Protests

Anyone wishing to protest this Advice Letter may do so by letter sent via U.S. mail, by facsimile or by email, any of which must be received no later than November 5, 2019, which is 20 days after the date of this Advice Letter. There are no restrictions on who may submit a protest, but the protest shall set forth the grounds upon which it is based and shall be submitted expeditiously. Protests should be mailed to:

California Public Utilities Commission
Energy Division, Tariff Unit
505 Van Ness Avenue, 4th Floor
San Francisco, CA 94102-3298
Facsimile: (415) 703-2200
Email: edtariffunit@cpuc.ca.gov

The protest should be sent via email and U.S. Mail (and by facsimile, if possible) to Liberty CalPeco at the address shown below on the same date it is mailed or delivered to the Commission:

Liberty Utilities (CalPeco Electric) LLC
Attn: Advice Letter Protests
933 Eloise Avenue
South Lake Tahoe, CA 96150
Fax: 530-544-4811
Email: Dan.Marsh@libertyutilities.com

Notice

In accordance with General Order 96-B, Section 4.3, a copy of this Advice Letter is being sent electronically to parties shown on the attached service lists.

If additional information is required, please do not hesitate to contact me.

Respectfully submitted,

LIBERTY UTILITIES (CALPECO ELECTRIC) LLC

/s/ Daniel W. Marsh
Daniel W. Marsh
Liberty Utilities (CalPeco Electric) LLC
Manager, Rates and Regulatory Affairs
Phone: 562-299-5104
Email: Dan.Marsh@libertyutilities.com

cc: Liberty CalPeco General Order 96-B Service List

Liberty Utilities (CalPeco Electric) LLC
Advice Letter Filing Service List
General Order 96-B, Section 4.3

VIA EMAIL

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