

PRELIMINARY STATEMENT

(Continued)

13. MEMORANDUM ACCOUNTS (Continued)

I. General Rate Case Memorandum Account (GRCMA)

i. PURPOSE

Pursuant to Commission Decision 21-12-010 issued December 6, 2021, the purpose of the GRCMA is to track the difference in revenue requirement in effect on December 31, 2021 and the revenue requirement Liberty Utilities proposed in Application (A.) 21-05-017. As such, the GRCMA is effective January 1, 2022.

ii. APPLICABILITY

The GRCMA shall apply to all customers unless otherwise specified by the Commission.

iii. ACCOUNTING PROCEDURES

The GRCMA will track the revenue requirement related to the generation and distribution rate components. Liberty Utilities shall maintain the GRCMA by making entries as follows:

1. A debit entry equal to the difference between Liberty Utilities' current revenue requirement in effect on December 31, 2021 and the revenue requirement it proposed in A.21-05-017, beginning January 1, 2022.

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PRELIMINARY STATEMENT
(Continued)

13. MEMORANDUM ACCOUNTS (Continued)

I. General Rate Case Memorandum Account (GRCMA) (Continued)

iii. ACCOUNTING PROCEDURES (Continued)

2. A monthly entry equal to interest on the average balance in the account at the beginning of each month starting January 2022 and the balance after entry iii.1., at a rate equal to one-twelfth of the interest rate on three-month Commercial Paper – Non-Financial for the previous month, as reported in the Federal Reserve Statistical Release, H.15, or its successor publication.

iv. ACCOUNT DISPOSITION

Pursuant to Decision 21-12-010, the remaining balance in the GRCMA will be addressed in the final decision in A.21-05-017.