

PRELIMINARY STATEMENT

(Continued)

13. MEMORANDUM ACCOUNTS (Continued)

Q. Physical Security Memorandum Account (PSMA)

Pursuant to the Commission Decision 19-01-018, dated January 10, 2019, on Order Instituting Rulemaking 15-06-009, dated June 11, 2015, the Physical Security Memorandum Account ("PSMA") will record costs incurred for physical security risk mitigation planning and implementation activities not otherwise included in Liberty's revenue requirement.

1. PURPOSE

The purpose of the PSMA is to track incremental costs incurred for physical security risk mitigation planning and implementation activities not otherwise covered in Liberty's revenue requirement.

2. APPLICABILITY

The PSMA applies to all customer classes and rate schedules, except for those specifically excluded by the Commission.

3. ACCOUNTING PROCEDURES

Liberty shall maintain the PSMA by making entries at the end of each month as follows:

- a. A debit entry shall be made to the PSMA at the end of each month to record the incremental physical security risk mitigation planning costs.
- b. Interest shall accrue to the PSMA on a monthly basis by applying a rate equal to one-twelfth of the three-month Commercial Paper Rate, as reported in the Federal Reserve Statistical Release, to the average of the beginning-of-month and the end-of-month balances.

4. EFFECTIVE DATE

The PSMA shall be effective on February 15, 2022.

5. DISPOSITION

Disposition of amounts recorded in the PSMA shall be determined in a subsequent rate-setting filing authorized by the Commission.

Advice Letter No.	<u>AL 187-E-A</u>	Issued by <u>Edward Jackson</u> Name	Date Filed:	<u>February 15, 2022</u>
Decision No.	_____	<u>President</u> Title	Effective Date:	<u>February 15, 2022</u>
			Resolution No.	_____