PRELIMINARY STATEMENT
(Continued)

21. SOLAR INITIATIVE PROGRAM BALANCING ACCOUNT

Liberty Utilities (CalPeco Electric) LLC ("Liberty") shall maintain the Solar Initiative Program Balancing Account ("SIPBA").

A. Purpose
The purpose of the SIPBA is to record the difference between the Solar Initiative Program 3-year revenue requirement of $1,269,000 the Commission authorized in Liberty's General Rate Case ("GRC") Decision 23-04-043 and Liberty's solar initiative program expense. **(T)(I)** **(T)**

B. Applicability
The SIPBA is applicable to all rate schedules.

C. Accounting Procedures
Liberty shall maintain the SIPBA by making entries at the end of each month as follows:

1. A debit entry equal to Liberty's recorded Solar Initiative Program expense for the month.
2. A credit entry equal to the revenue billed through the SIPBA rates in the customer rate schedules.
3. Liberty shall apply interest to the average net balance in the SIPBA account at a rate equal to one-twelfth the interest rate on three-month Commercial Paper for the previous month as reported in the Federal Reserve Statistical Release, H.15, or its successor publication. Accumulated interest will be included in the amount on which interest is accrued, but will be identified as a separate component of the SIPBA account.

D. Effective Date
The SIPBA is effective January 1, 2022 and shall terminate in accordance with Section E. **(T)**

E. Account Disposition
The SIPBA is a one-way balancing account. Liberty in its next GRC application shall include a summary of the entries to the SIPBA and a proposal for the disposition of any credit balance in the account.