

PRELIMINARY STATEMENT

(Continued)

13. MEMORANDUM ACCOUNTS (Continued).

T. Residential Uncollectible Balancing Account (RUBA)

(N)

Liberty Utilities (CalPeco Electric) LLC (“Liberty”) shall maintain the Residential Uncollectible Balancing Account.

1. Purpose

The purpose of the Residential Uncollectible Balancing Account is to record the difference between actual residential uncollectibles and authorized uncollectible expense due to the implementation of Decision 22-08-037.

2. Applicability

The Residential Uncollectible Balancing Account is applicable to D-1 schedules.

3. Accounting Procedures

Liberty shall maintain the Residential Uncollectible Balancing Account by making entries at the end of each month as follows:

- a. A debit/credit entry equal to the difference between the authorized bad debt expense and actual bad debt expense for the month.
- b. A credit entry shall be made to RUBA for any collections received related to prior bad debt write-offs.
- c. Liberty shall apply interest to the average net balance in the RUBA 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 RUBA account.

4. Effective Date

The Residential Uncollectible Balancing Account is effective January 1, 2023.

5. Account Disposition

The Residential Uncollectible Balancing Account is a two-way balancing account. Liberty in its next GRC application shall include a summary of the entries to the Residential Uncollectible Charges Balancing Account and a proposal for the disposition of any balance in the account.

(N)

Issued by

Advice Letter No. AL 209-E

Edward Jackson

Date Filed: December 22, 2022

Name

Decision No. D.22-08-037

President

Effective Date: January 1, 2023

Title

Resolution No. _____