



Liberty Utilities (CalPeco Electric) LLC
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VIA EMAIL AND HAND-DELIVERY

May 29, 2015

**Advice Letter 44-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: Supplement to Advice Letter 44-E: 2015 Greenhouse Gas Cost Recovery and Revenue Allocation

Pursuant to a request from the Energy Division and General Order 96-B, Section 7.5.1, Liberty Utilities (CalPeco Electric) LLC (U 933-E) (“Liberty Utilities”) hereby submits this supplement to its Advice Letter 44-E to make tariff changes necessary to update greenhouse gas (“GHG”) costs and revenues in rates effective on April 1, 2015.

Liberty Utilities submits this supplement to provide a revised set of tariff modifications (attached as Exhibit A) based on Energy Division feedback regarding the calculations used to produce the initial proposed tariff modifications.

Liberty Utilities requests that this Tier 1 advice letter be effective as of June 1, 2015.

In accordance with General Order 96-B, Section 7.5.1, a copy of this supplement is being sent electronically and via U.S. mail to the parties shown on the attached list that were previously served with Advice Letter 44-E.

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

Sincerely,

Ken Wittman
Senior Manager, Finance, Accounting & Regulatory - California
Liberty Utilities (CalPeco Electric) LLC

Attachments

cc: Liberty Utilities General Order 96-B Advice Letter Service List
A.14-08-001 Service List

DWT 26897921v1 0089731-000012

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

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mas@cpuc.ca.gov
jm3@cpuc.ca.gov
Jeannie.chang@cpuc.ca.gov
txb@cpuc.ca.gov
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joc@cpuc.ca.gov
tlg@cpuc.ca.gov
dao@cpuc.ca.gov
ljt@cpuc.ca.gov
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mmg@cpuc.ca.gov
md2@cpuc.ca.gov
kjl@cpuc.ca.gov
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dwtcpucdockets@dwt.com
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CALIFORNIA PUBLIC UTILITIES COMMISSION

Service Lists

PROCEEDING: A1408001 - LIBERTY UTILITIES (C
FILER: LIBERTY UTILITIES (CALPECO ELECTRIC) LLC
LIST NAME: LIST
LAST CHANGED: FEBRUARY 2, 2015

Parties

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EMAIL ONLY, CA 00000
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FOR: ORA

Information Only

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JEANNE MCKINNEY
CALIF PUBLIC UTILITIES COMMISSION
DIVISION OF ADMINISTRATIVE LAW JUDGES
ROOM 5011
505 VAN NESS AVENUE
SAN FRANCISCO, CA 94102-3214

EXHIBIT A

Proposed Tariff Modifications

20. GREENHOUSE GAS REVENUE BALANCING ACCOUNT (GHGRBA)

(continued)

iv. CHANGES IN RATES

(1) Continued

The cost and revenue balances accumulated in the GHG cost sub-account and the GHG Revenue Balancing Account will be amortized so that all deferred costs are recovered and all deferred revenues are distributed within 24 months.

(2) Carbon Pollution Permit Cost

Beginning on April 1, ~~2014-2015~~ Liberty Utilities will include on all customer bills a charge to reimburse Liberty Utilities for costs incurred and estimated to incur to remain compliance with Decision 13-12-041. This cost is applicable to all customer classes. It is based on monthly kilowatt usage and will be at a rate of \$0.~~00770~~ .001168 per kilowatt hour.

(T)

(R)

This cost will be updated minimally on an annual basis.

(3) California (CA) Climate Credit

Beginning on April 1, ~~2014-2015~~ Liberty Utilities will issue a California Climate Credit in compliance with Decision 13-12-04102. There are three customer sub-classes that are eligible for the credit.

(T)

a. Emission-Intense and Trade-Exposed (EITE) Customers

Customers in this sub-class meet the California Air Resource Board's leakage risk Industry Assistance definition as adopted in ARB's Cap-and-Trade program. The credit amount will be calculated pursuant to Decision 12-12-033.

b. Small Businesses

Small business is defined as non-residential entities on a General Service or Agricultural tariffs whose electric demand does not exceed 20 kilowatts in more than three months of the proceeding twelve month period. Eligibility will be determined during Liberty Utilities' annual rate migration process and remain in effect until the next migration process.

The credit is \$0.01112348 per kilowatt willhour. The credit will be calculated as the (Carbon Pollution Permit Cost x monthly usage x the Industry Assistance factor).

(N)

Issued by

Advice Letter No. 33-E44-E-A
2015

Michael R. Smart

Date Filed February 28, 2014
May 29, 2015

Name

Decision No. 13-12-041
14-12-047
2015

President

Effective April
June 1, 2014

Title

Resolution No. _____

LIBERTY UTILITIES (CALPECO ELECTRIC) LLC
SOUTH LAKE TAHOE, CALIFORNIA

Canceling Original 1st Revised
Original

CPUC Sheet No. 54A

CPUC Sheet No. _____

The Industry Assistance factor are located in Appendix 2, Table 42 of Decision 13-12-00241.

(continued)

Issued by

Advice Letter No. 33-E44-E-A
2015

Michael R. Smart

Date Filed February 28, 2014
May 29, 2014

Decision No. 13-12-041
14-12-047
2015

Name
President

Effective April June 1, 2014

Title

Resolution No. _____

20. GREENHOUSE GAS REVENUE BALANCING ACCOUNT (GHGRBA)

(continued)

iv. CHANGES IN RATES

(3) California (CA) Climate Credit (continued)

c. Residential Customers

Customers with an active D-1 tariff account with a customer charge in the month preceding the credit being processed will received an on-bill semi-annual credit of \$41.6135.01.

The amount of the credit will be determined annual pursuant to Decision 12-12-033.

(R)

Advice Letter No. 33-E44-E-A
279, 2015

Issued by
Michael R. Smart

Date Filed February 28, 2014
March

Decision No. 13-12-041
14-12-047

Name
President
Title

Effective April-June 1, 2015
54

Resolution No. _____

20. GREENHOUSE GAS REVENUE BALANCING ACCOUNT (GHGRBA)

(continued)

iv. CHANGES IN RATES

(1) Continued

The cost and revenue balances accumulated in the GHG cost sub-account and the GHG Revenue Balancing Account will be amortized so that all deferred costs are recovered and all deferred revenues are distributed within 24 months.

(2) Carbon Pollution Permit Cost

Beginning on April 1, 2015 Liberty Utilities will include on all customer bills a charge to reimburse Liberty Utilities for costs incurred and estimated to incur to remain compliance with Decision 13-12-041. This cost is applicable to all customer classes. It is based on monthly kilowatt usage and will be at a rate of \$0.01168 per kilowatt hour.

(T)

(R)

This cost will be updated minimally on an annual basis.

(3) California (CA) Climate Credit

Beginning on April 1, 2015 Liberty Utilities will issue a California Climate Credit in compliance with Decision 13-12-002. There are three customer sub-classes that are eligible for the credit.

(T)

a. Emission-Intense and Trade-Exposed (EITE) Customers

Customers in this sub-class meet the California Air Resource Board's leakage risk Industry Assistance definition as adopted in ARB's Cap-and-Trade program. The credit amount will be calculated pursuant to Decision 12-12-033.

b. Small Businesses

Small business is defined as non-residential entities on a General Service or Agricultural tariffs whose electric demand does not exceed 20 kilowatts in more than three months of the proceeding twelve month period. Eligibility will be determined during Liberty Utilities' annual rate migration process and remain in effect until the next migration process.

The credit is \$0.01112 per kilowatt hour. The credit will be calculated as the (Carbon Pollution Permit Cost x monthly usage x the Industry Assistance factor).

(N)

Advice Letter No. 44-E-A

Issued by
Michael R. Smart

Date Filed May 29, 2015

Decision No. 14-12-047

Name
President

Effective June 1, 2015

Title

Resolution No. _____

LIBERTY UTILITIES (CALPECO ELECTRIC) LLC
SOUTH LAKE TAHOE, CALIFORNIA

Canceling 1st Revised
Original

CPUC Sheet No. 54A
CPUC Sheet No. _____

The Industry Assistance factor are located in Appendix 2, Table 2 of Decision 13-12-002.

(continued)

Advice Letter No. 44-E-A

Decision No. 14-12-047

Issued by

Michael R. Smart

Name

President

Title

Date Filed May 29, 2015

Effective June 1, 2015

Resolution No. _____

20. GREENHOUSE GAS REVENUE BALANCING ACCOUNT (GHGRBA)

(continued)

iv. CHANGES IN RATES

(3) California (CA) Climate Credit (continued)

c. Residential Customers

Customers with an active D-1 tariff account with a customer charge in the month preceding the credit being processed will received an on-bill semi-annual credit of \$35.01.

The amount of the credit will be determined annual pursuant to Decision 12-12-033.

(R)

Advice Letter No. 44-E-A

Decision No. 14-12-047

Issued by

Michael R. Smart

Name

President

Title

Date Filed May 29, 2015

Effective June 1, 2015

Resolution No. _____