CALIFORNIA PUBLIC UTILITIES COMMISSION

ADVICE LETTER FILING SUMMARY ENERGY UTILITY

MUST BE COMPLETED BY LSE (Attach additional pages as needed)				
Company name/CPUC Utility No. Liberty Utilities (CalPeco Electric) LLC (U 933-E)				
Utility type:	Contact Person for questions and approval letters: Ken Wittman			
☑ ELC □ GAS	Phone #: 530-543-5267			
□ PLC □ HEAT □ WATER	E-mail: ken.wittman@libertyutilities.com			
EXPLANATION OF UTILITY TYPE (Date Filed/ Received Stamp by CPUC)				
ELC = Electric GAS = Gas PLC = Pipeline HEAT = Heat	WATER = Water			
Advice Letter (AL) #: 48-E Subject of AL: Fire Hazard Prevention Memorandum Account Rulemaking 15-05-006 Update				
Tier Designation: ☑ 1 □ 2 □ 3				
Keywords (choose from CPUC listing):				
AL filing type: □ Monthly □ Quarterly □Annual ☑ One-Time □ Other				
If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution				
R. 15-05-006				
Does AL replace a withdrawn or rejected AL? If so, identify the prior AL				
Summarize differences between the AL and the prior withdrawn or rejected AL¹: <u>Proceeding No. Update</u>				
Resolution Required? □ Yes ☑ No				
Requested effective date: August 24, 2015 No. of tariff sheets: 1				
Estimated system annual revenue effect: (%): 0				
Estimated system average rate effect (%): o				
When rates are affected by AL, include attachment in AL showing average rate effects on customer classes (residential, small commercial, large C/I, agricultural, lighting).				
Tariff schedules affected: Fire Hazard Prevention Memorandum Account (FHPMA)				
Service affected and changes proposed ¹ :				
Pending advice letters that revise the same tariff sheets: n/a				
Protests and all other correspondence regarding this AL are due no later than 20 days after the date of this filing, unless otherwise authorized by the Commission, and shall be sent to: CPUC, Energy Division Attention: Tariff Unit 505 Van Ness Ave., San Francisco, CA 94102 edtariffunit@cpuc.ca.gov Utility Info (including e-mail) Liberty Utilities (CalPeco Electric) LLC Attention: Advice Letter Protests 933 Eloise Avenue South Lake Tahoe, CA 96150 Email: ken.wittman@libertyutilities.com				

 $^{^{\}mbox{\tiny 1}}$ Discuss in AL if more space is needed.



Liberty Utilities (CalPeco Electric) LLC 933 Eloise Avenue South Lake Tahoe, CA 96150 Tel: 800-782-2506

Fax: 530-544-4811

VIA EMAIL AND HAND-DELIVERY

August 24, 2015

Advice Letter 48-E (U 933-E)

California Public Utilities Commission Energy Division, Tariff Unit 505 Van Ness Avenue, 4th Floor San Francisco, CA 94102-3298

Subject: Fire Hazard Prevention Memorandum Account Rulemaking 15-05-006 Update

Liberty Utilities (CalPeco Electric) LLC (U 933-E) ("Liberty Utilities") hereby submits this **Tier 1** Advice Letter to update its Fire Hazard Prevention Memorandum Account ("FHPMA") tariff so that the new Rulemaking (R.) 15-05-006 is properly referenced. The revised tariff sheets are enclosed as Attachment 1.

Background

In compliance with Decision 09-08-029, Liberty Utilities opened the FHPMA in order to record the costs incurred related to fire hazard prevention. The FHPMA tariff currently references only R.08-11-005, the proceeding initiated to consider and adopt Commission regulations to reduce fire hazards associated with overhead power line facilities and aerial communication facilities in close proximity to power lines.

R.15-05-006 is the successor to R.08-11-005. The Commission has noted that in rulemaking proceedings that span long periods of time, it is the Commission's practice to periodically close the rulemaking proceeding and open a successor rulemaking proceeding with some or all of the outstanding matters transferred to the new proceeding.

In light of the successor rulemaking, Liberty Utilities files this **Tier 1** Advice Letter which updates the FHPMA tariff to incorporate references to R.15-05-006 in addition to R.08-11-005.

Effective Date

Liberty Utilities requests that this **Tier 1** advice letter be effective as of August 24, 2015.

Protests

Anyone wishing to protest this filing may do so by letter sent via U.S. mail, by facsimile or by email, any of which must be received no later than September 14, 2015, which is 20 days after

Energy Division Tariff Unit California Public Utilities Commission August 24, 2015 Page 2

the date of this filing. The protest shall set forth the grounds upon which it is based and shall be submitted expeditiously. There is no restriction on who may file a protest. Protests should be mailed to:

California Public Utilities Commission Energy Division, Tariff Unit 505 Van Ness Avenue, 4th Floor San Francisco, CA 94102-3298 Facsimile: (415) 703-2200 Email: edtariffunit@cpuc.ca.gov

The protest also should be sent via email and U.S. Mail (and by facsimile, if possible) to Liberty Utilities at the addresses show below on the same date it is mailed or delivered to the Commission.

Liberty Utilities (CalPeco Electric) LLC

Attn.: Advice Letter Protests

933 Eloise Avenue

South Lake Tahoe, CA 96150

Fax: 530-544-4811

Email: ken.wittman@libertyutilities.com

With a copy to:

Steven F. Greenwald Vidhya Prabhakaran

Davis Wright Tremaine LLP

505 Montgomery Street, Suite 800

San Francisco, CA 94111

Fax: 415-276-6599

Email: stevegreenwald@dwt.com Email: vidhyaprabhakaran@dwt.com

Notice

In accordance with General Order 96-B, Section 4.3, a copy of this advice letter is being sent electronically and via U.S. mail to parties shown on the attached list.

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

Sincerely,

Ken Wittman

Senior Manager of Finance, Accounting and Regulatory - California Liberty Utilities (CalPeco Electric) LLC

Attachments

cc: Liberty Utilities General Order 96 –B Advice Letter Service List

Energy Division Tariff Unit California Public Utilities Commission August 24, 2015 Page 3

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

VIA EMAIL

gbinge@ktminc.com emello@sppc.com epoole@adplaw.com cem@newsdata.com rmccann@umich.edu sheila@wma.org abb@eslawfirm.com cbk@eslawfirm.com bhodgeusa@yahoo.com chilen@nvenergy.com phanschen@mofo.com liddell@energyattorney.com cem@newsdata.com dietrichlaw2@earthlink.net abb@eslawfirm.com glw@eslawfirm.com clerk-recorder@sierracounty.ws plumascoco@gmail.com marshall@psln.com stephenhollabaugh@tdpud.org gross@portersimon.com mccluretahoe@yahoo.com catherine.mazzeo@swgas.com Theresa.Faegre@libertyutilities.com Ken.Wittman@libertyutilities.com SDG&ETariffs@semprautilities.com Alain.Blunier@libertyutilities.com

AdviceTariffManager@sce.com edtariffunit@cpuc.ca.gov dlf@cpuc.ca.gov jrw@cpuc.ca.gov xjv@cpuc.ca.gov rmp@cpuc.ca.gov jaime.gannon@cpuc.ca.gov mas@cpuc.ca.gov jm3@cpuc.ca.gov Jeannie.chang@cpuc.ca.gov txb@cpuc.ca.gov efr@cpuc.ca.gov joc@cpuc.ca.gov tlg@cpuc.ca.gov dao@cpuc.ca.gov lit@cpuc.ca.gov dlf@cpuc.ca.gov mmg@cpuc.ca.gov md2@cpuc.ca.gov kjl@cpuc.ca.gov denise.tyrrell@cpuc.ca.gov fadi.daye@cpuc.ca.gov winnie.ho@cpuc.ca.gov usrb@cpuc.ca.gov Rob.Oglesby@energy.ca.gov stevegreenwald@dwt.com vidhyaprabhakaran@dwt.com judypau@dwt.com jeffreygray@dwt.com dwtcpucdockets@dwt.com patrickferguson@dwt.com travis.ritchie@sierraclub.org

Attachment A Revised Tariff Sheets

LIBERTY UTILITIES (CALPECO ELECTRIC) LLC SOUTH LAKE TAHOE, CALIFORNIA Canceling 2nd Revised CPUC Sheet No. 41 CPUC Sheet No. 41				
PRELIMINARY STATEMENT (Continued)				
13.	MEN	IORANDUM ACCOUNTS (Continued)		
B.	B. FIRE HAZARD PREVENTION MEMORANDUM ACCOUNT (FHPMA)			
	i.	PURPOSE		
		The purpose of the Fire Hazard Prevention Memorandum Account (FHPMA) is to record the costs incurred related to fire hazard prevention in compliance with Commission Decision No. (D.)09-08-029. These costs may include the following expenses:		
		 (1) Vegetation management activities to reduce risk of fires; (2) Cost of vegetation maintenance program, inspection, and patrolling requirements; (3) Costs associated with designing, construction, and maintaining facilities to mitigate fire hazards in high speed wind areas; and (4) Other costs as required in order to implement D.09-08-029. 		

(1) Record entries to the FHPMA at the end of the month representing the total costs associated with complying with the measures described above. These costs will be limited to those not previously authorized in a general rate case or any other regulatory

(3) Accrue interest monthly to this memorandum account applying one-twelfth of the interest rate to the average of the beginning and ending balance in the FHPMA. The interest rate shall be the interest rate on the three-month Commercial Paper for the previous month, as reported in the Federal Reserve Statistical Release H.15, or its

The FHPMA shall apply to all customer classes, except for those specifically excluded by the Commission in Rulemaking 08-11-005, 15-05-006, or successor proceedings.

Date Filed August 24, 2015

Resolution No.

August 24, 2015

Effective

Liberty Utilities will request recovery of the FHPMA balance as determined by the Commission in Rulemaking 08-11-005, 15-05-006, or successor proceedings.

Issued by

Gregory S. Sorensen

Name President

Title

(T)

(T)

ii

iii

iv.

PROCEDURE

proceeding.

successor.

Advice Letter No. 48-E

Decision No.

APPLICABILITY

CHANGES IN RATES

In Compliance with G.O. 95 and 165. the Utility will:

(2) Maintain support for each amount recorded in this FHPMA

SOUTH LAKE TAHOE, CALIFORNIA

2nd-3rd Revised CPUC Sheet No. 41

Canceling 1st 2nd Revised CPUC Sheet No. 41

PRELIMINARY STATEMENT

(Continued)

13. **MEMORANDUM ACCOUNTS (Continued)**

B. FIRE HAZARD PREVENTION MEMORANDUM ACCOUNT (FHPMA)

i. **PURPOSE**

> The purpose of the Fire Hazard Prevention Memorandum Account (FHPMA) is to record the costs incurred related to fire hazard prevention in compliance with Commission Decision No. (D.)09-08-029. These costs may include the following expenses:

- (1) Vegetation management activities to reduce risk of fires;
- (2) Cost of vegetation maintenance program, inspection, and patrolling requirements:
- (3) Costs associated with designing, construction, and maintaining facilities to mitigate fire hazards in high speed wind areas; and
- (4) Other costs as required in order to implement D.09-08-029.

ii **PROCEDURE**

In Compliance with G.O. 95 and 165. the Utility will:

- (1) Record entries to the FHPMA at the end of the month representing the total costs associated with complying with the measures described above. These costs will be limited to those not previously authorized in a general rate case or any other regulatory proceeding.
- (2) Maintain support for each amount recorded in this FHPMA
- (3) Accrue interest monthly to this memorandum account applying one-twelfth of the interest rate to the average of the beginning and ending balance in the FHPMA. The interest rate shall be the interest rate on the three-month Commercial Paper for the previous month, as reported in the Federal Reserve Statistical Release H.15, or its successor.

iii APPLICABILITY

The FHPMA shall apply to all customer classes, except for those specifically excluded by the Commission in future phases on Rulemaking 08-11-005, 15-05-006, or successor proceedings.

ίV. CHANGES IN RATES

Liberty Utilities will request recovery of the FHPMA balance as determined by the Commission in Phase 2 of Rulemaking 08-11-005, 15-05-006, or successor proceedings.

Issued by Michael R. SmartGregory S. Sorensen Date Filed:- August 24July Advice Letter No. 248-E 15, 20135 Name Decision No.____ President ____ Effective August 24. ulv 15. 20153 Title Resolution No.

(T)

(T)