



PRELIMINARY STATEMENT

III. MEMORANDUM ACCOUNTS

COMMUNITY CHOICE AGGREGATION PROCUREMENT MEMORANDUM ACCOUNT (CCAPMA)

1. Purpose:

The CCAPMA is a tracking account only, not recorded to the financial statements of the Utility. Pursuant to Decision 05-12-041, the purpose of this account is to track the incremental costs of delay associated with power purchases for CCA initiation of service, due to acts or omissions by the Utility in meeting its procurement obligation.

2. Applicability:

The CCAPMA shall apply to all customer classes, except for any classes that may be specifically excluded by the Commission.

3. Accounting Procedure:

The Utility shall make the following entries to the account on a monthly basis:

- a. An entry to record costs associated with the delay in purchasing power to meet the load requirement needs of the CCA. These costs are to be determined by the difference in the cost (in \$/kWh) of acquiring the energy and capacity to serve incremental load for the CCA, and the average cost of the Utility's procurement portfolio, multiplied by the load that would have been served the CCA.
- b. Interest shall be calculated on the average of the balance at the beginning of the month and the balance after the entry for 3.a. above, at a rate equal to one-twelfth of 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.

4. Account Disposition:

Disposition of the balance in the CCAPMA shall be determined in an appropriate proceeding authorized by the Commission.

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