



PRELIMINARY STATEMENT

Sheet 1

III. MEMORANDUM ACCOUNTS
STREAMLINING RESIDUAL ACCOUNT (SRA)

1. Purpose

The purpose of the Streamlining Residual Account (SRA) is to record miscellaneous non-generation related costs, not being recorded in other Commission-approved balancing or memorandum accounts, previously authorized for collection in rates through the operation of the Electrical Revenue Adjustment Mechanism (ERAM) or Energy Cost Adjustment Clause (ECAC) balancing accounts. The SRA is being established in accordance with Resolution E-3514.

2. Applicability

The SRA shall apply to all customer classes, except for those specifically excluded by the Commission.

3. SRA Rates

The SRA does not have a rate component.

4. Accounting Procedure

The utility shall maintain the SRA by making entries to this account at the end of each month as follows:

- a. A credit entry equal to the amounts of non-utility affiliate transfer fee credits recorded during the month;
- b. A debit entry equal to the recorded costs of intervenor compensation payments that are not collected through distribution rates. Pursuant to D.98-12-038, the amount authorized for 1999 was \$89,000;
- c. A debit entry equal to the amount of Commission consultant and advisory costs recorded during the month;
- d. Revenues from miscellaneous charges calculated as follows:
 - (1) 75% of the revenue from Special Condition 6 of Schedule SE,
 - (2) all revenue from Rule 9.B.4 (minimum charge) charges, all revenue from Rule 17.F (Meter Re-reading), all revenue from Rule 9.A.4 (optional billing schedule), 25% of all revenue from Rule 9.B.6 (dishonored payment) charges, and all revenue from Rule 9.G. (purchase of interval meter data),
 - (3) all revenue from Rule 18.B (meter test) charges, all revenue from Rule 18.D (Adjustment of Bills for Unauthorized Use),
 - (4) all revenue from Rule 22.A (special service) charges,

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Advice Ltr. No. 1913-E

Decision No. _____

Issued by
Lee Schavrien
Senior Vice President
Regulatory Affairs

Date Filed Jul 25, 2007

Effective Aug 24, 2007

Resolution No. _____



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STREAMLINING RESIDUAL ACCOUNT (SRA)**

4. Accounting Procedure (continued)

d. (Continued)

- (5) a credit entry equal to the amount of all of the normal utility expense of operations, that are credited to governmental agency bills, resulting from Rule 20.A.4 and Rule 17.A. (payments to customers for meter reading on a non-monthly basis),
- (6) a credit entry, if positive, or debit entry, if negative, equal to 50% of the revenue that would have been collected if the customer had been billed at 100% of their applicable rate schedule less the actual revenues collected from the customer, solely due to the effect of any agreements entered into by the utility and the customer under the provisions set forth in Rule 4, Section H.
- (7) a credit entry, if positive, or debit entry, if negative, equal to 100% of the revenue that would have been collected if the customer had been billed at 100% of their applicable rate schedule less the actual revenues collected from the customer, solely due to the effect of any agreements entered into by the utility and the customer under the provisions set forth in Rule 4, Section H.

The above adjustments shall be effective from May 1, 1995 (3.d.(6) & (7) are effective from July 10, 1996) through December 31, 1998.

- e. An entry equal to interest on the average balance in the account at the beginning of the month and the balance after entries 4.a. through 4.d. above, 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.

The amounts in entries 4.a. through 4.d. above will be adjusted monthly, if applicable, to include an allowance for Franchise Fees and Uncollectible Accounts Expense.

The disposition of amounts recorded in the SRA shall be reviewed, authorized, and functionalized as determined in the annual Revenue Allocation Proceeding (RAP) or other proceeding expressly authorized by the Commission.