PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

EVALUATION AND COMPLIANCE DIVISION Energy Branch

RESOLUTION E-3016 December 17, 1986

RESOLUTION

ORDER AUTHORIZING SIERRA PACIFIC POWER COMPANY (SPP) TO CHANGE ITS PRESENTLY APPROVED CONSERVATION FINANCING ADJUST-MENT (CFA) RATE OF (\$0.00017) PER KWH TO \$0.00000 PER KWH TO BE IMPLEMENTED CONCURRENTLY WITH ITS ENERGY COST ADJUSTMENT CLAUSE (ECAC) RATE CHANGE EFFECTIVE ON JANUARY 1, 1987.

- 1. This filing is made in accordance with the provisions of Decisions 82-07-096 and 86-02-030 dated July 21, 1982 and February 5, 1986, respectively, which authorized a procedure to adjust the CFA Rate, including over- and undercollections.
- 2. The resulting CFA rate revision is a change of from (0.00017) per kWh to \$0.00000 per kWh for all electric rates.
- 3. Sierra Pacific Power estimates that, its cumulative CFA Account Balance at December 31, 1986, will be a credit of \$59,176, and that its Cash Rebate Program Expenses for the calendar year 1987 will be \$65,000. By offsetting the credit balance of \$59,176 at December 31, 1986, against the 1987 estimated expenses of \$65,000, SPP estimates that the balance in its cumulative CFA Account at December 31, 1987, will be \$5,824 exclusive of franchise and uncollectible expense.
- 4. Sierra Pacific Power believes that the estimated credit balance in the cumulative CFA Account at Decméber 31, 1986, does not warrant a change in rates sufficient to refund the over-recovery to customers since the over-recovery will be more than offset by estimated additional expenses during the calendar year 1987.
- 5. The CFA rate design is a uniform cents per kWh increase for all electric rates pursuant to the provisions of Paragraphs E.3., E.4. and F of Section 7 of the Preliminary Statement in the electric tariffs.
- 6. Public notification of these filings have been made by mailing copies of the advice letters to other utilities, governmental agencies, and to all interested parties who requested them. The Commission has received no protests in this matter.

FINDINGS

- 1. The over-collections in Sierra Pacific Power Company's CFA balancing account have now been reduced sufficiently to eliminate the negative surcharge of (\$0.00017) per kWh and replace it with a zero surcharge for Calendar Year 1987.
- 2. The remaining credit in the CFA Account of \$59,176 is now slightly less than Sierra Pacific Power Company's estimated 1987 expenses of \$65,000, and will be used with interest to satisfy these expenses.
- 3. We find that these CFA rate revisions are just and reasonable and are in conformance with the CFA provisions of the utility's filed tariff schedules.

THEREFORE:

- 1. Sierra Pacific Power Company is authorized under Public Utilities Code Section 454 and under the provisions of the utility's CFA procedures to place the above advice letter and tariff sheets into effect January 1, 1987.
- 2. The tariff sheets shall be marked to show that they were authorized for filing by Commission Resolution E-3016. This Resolution is effective today.

I certify that this Resolution was adopted by the Public Utilities Commission at its regular meeting on December 17, 1986. The following Commissioners approved it:

DONALD VIAL
President
VICTOR CALVO
FREDERICK R. DUDA
STANLEY W. HULETT
Commissioners

Executive Director