



2018 IRM Application

Responses to Staff Questions

EB-2017-0033

Table of Contents

Attachments.....	3
Question: 1.....	4

ATTACHMENTS

n/a

QUESTION: 1

Reference: GA Analysis Workform – Reconciling item 1a

In the explanation of reconciling item 1a, Entegrus states, “December 2015 RPP estimate was not true-up to actual results until January 2016. The estimate was originally calculated and accrued on 1st estimate (\$0.11462/kWh), the price variance to Actual (\$0.09471/kWh) resulted \$635k true-up. Additionally, the original December RPP kWh estimate was too high and resulted a \$245k true-up.”

The two true-up amounts of (\$635k) and (\$245k) total (\$880,000), however, the amount in 1a is reported as (\$931,304).

Please reconcile the difference between the amount reported in 1a and the amounts provided in the explanation.

Response

Upon review, it was noted that the volume variance of \$245k originally reported in the GA Analysis Workform was understated due to the use of the actual rate rather than the estimate rate on volume impact. The corrected volume variance is \$296k. When aggregated with the price variance of \$635k, this reconciles to the total variance of \$931k.