

EBA Filing Requirement 3

Annual energy balancing account (EBA) filing requirement, in accordance with the “Report and Order on EBA Filing Requirements and Pilot Program Evaluation Plan” in Docket No. 09-035-15, dated June 15, 2012.

EBA Monthly Accrual Calculations

- (a) Stipulated Scalar and Allocated Wheeling Revenue Accrual Method. Using, and linked to, the applicable data in EBA Filing Requirements 1 and 2, provide the monthly accruals for the deferral period per the equations contained in Schedule 94.
- (b) Allocated Net Power Cost (NPC) and Wheeling Revenue Accrual Method (for reporting purposes only, unless ordered otherwise). Using, and linked to, the applicable data in EBA Filing Requirements 1 and 2, provide the monthly accruals for the deferral period per the following equation:

$$Deferral_{Utah_month} = 0.70 \times \left(\frac{NPC_{Utah_month}^{actual}}{MWh_{Utah_month}^{actual}} - \frac{NPC_{Utah_month}^{base}}{MWh_{Utah_month}^{base}} \right) \times MWh_{Utah_month}^{actual}$$

Where:

NPC is net of wheeling revenue and megawatt-hours (MWh) are Utah retail sales; and

an annual interest rate of 6 percent (0.5 percent per month) is applied to the average balance carried in the account each month as follows:

$$Balance_{current_month} = \left[Ending_Balance_{previous_month} + Deferral_{current_month} \right] + \left[\left(Ending_Balance_{previous_month} + (Deferral_{current_month} \times 0.5) \right) \times 0.005 \right]$$

Response to EBA Filing Requirement 3

- (a) Please refer to the Direct Testimony of Company witness, Brian S. Dickman; specifically Exhibit RMP____(BSD-1).
- (b) Please refer to the Direct Testimony of Company witness, Steven R. McDougal; specifically Exhibit RMP____(SRM-2).