ICA Response to TIEC Second RFI to ICA

TIEC 2-1 Identify the contested cases decided in the past 10 years in which a regulator approved a method that allocates 80% or more of a utility's total production plant costs on an energy basis

Answer: Mr. Johnson has not performed a survey of contested utility regulatory cases over the past ten years which identifies the percentage of production plant allocated on the basis of energy. In Mr. Johnson's view, determining the percentage of production plant classified as energy in various Commission orders is not a particularly useful exercise. For BIP and similar production allocation methods, the percentage would simply be a fall-out number which is determined by the types and associated costs of power plants in the utility's generation fleet. Mr. Johnson is aware that the Missouri Public Service Commission Staff has utilized the BIP method in electric utility cases, but he is unaware of the specific energy percentages in those cases.