



THE APPLICATION FILING

On November 30, 2018, Liberty Utilities (CalPeco Electric) LLC (Liberty CalPeco) filed a General Rate Case (GRC) Application 18-12-001 with the California Public Utilities Commission (CPUC) seeking authority to increase revenues by \$6.718 million beginning January 1, 2019, by \$5.859 million beginning January 1, 2020, and by \$3.823 million beginning January 1, 2021. The current authorized level for 2018 is \$84.006 million. Liberty CalPeco will use this increase to recover its costs associated with the distribution of electricity. Every three years Liberty CalPeco is required to file a GRC with the CPUC. The annual revenue requirement is the total amount of money a utility collects through rates in a given year for specific purposes. The design of the actual rates (prices charged to certain customers) and the Energy Cost Adjustment Clause (ECAC) requirement (the costs of fuel and purchased power and certain other energy-related costs) will be determined in Phase II of this proceeding. These amounts are subject to change if certain fees and taxes paid by Liberty Utilities increase or decrease during the three years.

Updated information during these proceedings may be introduced which would change the proposed amount originally requested by Liberty Utilities. The final decision by the CPUC may be different than the proposed application filing.

Liberty Utilities is requesting revenue increases for the following reasons:

ESTIMATED 2019 IMPACT OF THIS REQUEST

- To continue to invest in and maintain the system of the distribution plant, poles, wires, pipes, and equipment needed to deliver electricity to Liberty Utilities' customers; and
- To maintain the support structure necessary to keep Liberty Utilities operating and to provide its customers with safe, reliable and responsive customer service

Ln No	Customer Class	Present Revenue \$/kWh or \$/lamp	Proposed Revenue \$/kWh or \$/lamp	Change in \$/kWh or \$/lamp	Percentage Change
1	Residential	\$ 0.14772	\$ 0.15953	\$ 0.01181	8.0%
2	A-1 Small Commercial	\$ 0.16041	\$ 0.17324	\$ 0.01283	8.0%
3	A-2 Medium Commercial	\$ 0.15282	\$ 0.16504	\$ 0.01222	8.0%
4	A-3 Large Commercial	\$ 0.14878	\$ 0.16068	\$ 0.01190	8.0%
5	Irrigation	\$ 0.11430	\$ 0.12344	\$ 0.00914	8.0%
6	Street/Highway Lighting	\$ 19.12	\$ 20.65	\$ 1.53	8.0%
7	Outdoor Lighting	\$ 11.31	\$ 12.22	\$ 0.91	8.0%

These estimates are based on the current rate design. The final rate design will be determined in Phase II of this proceeding.

FOR MORE INFORMATION: A copy of the application and related materials may be examined at Liberty CalPeco's South Lake Tahoe Office, located at 933 Eloise Avenue, South Lake Tahoe, CA 96150 between 9 am – 5 pm Mon-Fri. You may also contact Dan Marsh, Manager of Rates and Regulatory Affairs, at Dan.Marsh@libertyutilities.com.

Copies of this GRC Application and this notice are also posted on the company's website at www.libertyutilities.com.

A copy of this application filing may also be examined at the Central Files Office at the CPUC in San Francisco located at 505 Van Ness Avenue, San Francisco, CA 94102 between the hours of 8 am – Noon daily. An electronic copy of the application is located on the CPUC's website at www.cpuc.ca.gov.

CPUC PROCESS : This application will be assigned to an Administrative Law Judge (Judge) who will determine how to receive evidence and other related documents, necessary for the CPUC to establish a record upon which to base its decision. Evidentiary Hearings (EHs) may be held where parties of record will present their testimony and may be subject to cross-examination by other parties. These EHs are open to the public, but only those who are parties of record can participate. After considering all proposals and evidence presented during the formal hearing process, the assigned Judge will issue a proposed decision which may adopt Liberty Utilities' proposal, modify it, or deny it. Any CPUC Commissioner may write an alternate decision. The proposed decision, and any alternate decisions, will be discussed and voted upon at a scheduled CPUC Voting Meeting. As a party of record, the Public Advocates Office (CalPA) may review this application. CalPA is the independent consumer advocate within the CPUC with a legislative mandate to represent investor-owned utility customers to obtain the lowest possible rate for service consistent with reliable and safe service levels. CalPA has a multi-disciplinary staff with expertise in economics, finance, accounting and engineering. For more information about CalPA, please call (415) 703-1584, e-mail PublicAdvocatesOffice@cpuc.ca.gov or visit CalPA's website at www.publicadvocates.cpuc.ca.gov.

STAY INFORMED : If you would like to follow this proceeding, or any other issue before the CPUC, you may use the CPUC's free subscription service. Sign up at: <http://subscribecpuc.cpuc.ca.gov/>. If you would like to learn how you can participate in the proceeding, or if you have informal comments or questions about the CPUC processes, you may access the CPUC's Public Advisor's Office webpage at <http://www.cpuc.ca.gov/pao>. You may also contact the Public Advisor's Office as follows:

CPUC Public Advisor's Office
505 Van Ness Avenue
San Francisco, CA 94102

Email: public.advisor@cpuc.ca.gov
Phone: 1-866-849-8390 (toll-free) or 1-415-703-2074
TTY 1-866-836-7825 (toll-free) or 1-415-703-5282

Please reference Liberty Utilities GRC Application No.18-12-001 in any communications you have with the CPUC regarding this matter. All public comments will become part of the public correspondence file for this proceeding and made available for review for the assigned Judge, the Commissioners, and appropriate CPUC staff.