



Received: March 22, 2018
Informal Request No.1

Date of Response: April 6, 2018
Witness: David L. Chong

Request:

Please provide a Storm Reconciliation Adjustment Factor ("SRAF") schedule by storm in a format similar to Schedule DLC-7.

Response:

Please refer to Informal Request 1 Attachment 1 for an illustrative SRAF amortization schedule by storm. Beginning balances as of March 1, 2018 reflect actuals and subsequent periods reflect estimates.

The Company requests to transfer the April 30, 2018 over/under balance related to Hurricane Irene/Snowtober and Hurricane Sandy into the Company's External Delivery Charge mechanism.

The reason for the over/under balance is because actual monthly amortization varies by actual billed sales from that originally projected when establishing the initial SRAF rate for each storm.

Amortization is reduced \$14,914 a month (\$178,971/year) beginning May 2018 with the termination of the recovery of Hurricane Sandy and the beginning of the recovery of costs from the October 2017 wind storm.

Storm Reconciliation Adjustment Factor Amortization Summary - For Illustrative Purposes

Date	Actual/ Estimate	Dec 2008 Ice Storm & Feb 2010 Wind Storm Recovered Over 8-Years Beginning May 2011						October 2017 Wind Storm Proposed Recovery Over 5-Years Beginning May 2018							
		Beginning Balance	Amortization	Subject to Carrying Charge	5.20% Carrying Charges	Balance	May 1, 2019 Transfer to EDC	Ending Balance	Beginning Balance	Amortization	Subject to Carrying Charge	5.20% Carrying Charges	Balance	May 1, 2023 Transfer to EDC	Ending Balance
Jan-18	Actual	\$ 1,378,275	\$ (113,545)	\$ 1,262,730	\$ 2,870	\$ 1,265,600	\$ -	\$ 1,265,600							
Feb-18	Actual	1,265,600	(97,900)	1,168,210	4,854	1,173,064	-	1,173,064							
Mar-18	Estimate	1,173,064	(70,705)	1,093,359	5,005	1,098,364	-	1,098,364							
Apr-18	Estimate	1,098,364	(70,705)	1,018,658	4,524	1,023,182	-	1,023,182							
May-18	Estimate	1,023,182	(70,705)	943,477	4,343	947,820	-	947,820	1,257,100	(23,714)	1,233,395	5,500	1,238,895	-	1,238,895
Jun-18	Estimate	947,820	(70,705)	868,114	3,881	871,995	-	871,995	1,238,895	(23,714)	1,215,180	5,244	1,220,425	-	1,220,425
Jul-18	Estimate	871,995	(70,705)	792,289	3,675	795,964	-	795,964	1,220,425	(23,714)	1,198,711	5,338	1,202,048	-	1,202,048
Aug-18	Estimate	795,964	(70,705)	718,259	3,339	719,598	-	719,598	1,202,048	(23,714)	1,178,334	5,256	1,183,591	-	1,183,591
Sep-18	Estimate	719,598	(70,705)	636,893	2,905	642,798	-	642,798	1,183,591	(23,714)	1,158,877	5,008	1,164,884	-	1,164,884
Oct-18	Estimate	642,798	(70,705)	563,093	2,663	565,756	-	565,756	1,164,884	(23,714)	1,141,170	5,092	1,146,263	-	1,146,263
Nov-18	Estimate	565,756	(70,705)	488,050	2,248	488,298	-	488,298	1,146,263	(23,714)	1,122,548	4,848	1,127,397	-	1,127,397
Dec-18	Estimate	488,298	(70,705)	408,592	1,981	410,573	-	410,573	1,127,397	(23,714)	1,103,683	4,627	1,108,610	-	1,108,610
Jan-19	Estimate	410,573	(70,705)	330,867	1,637	332,505	-	332,505	1,108,610	(23,714)	1,084,898	4,844	1,089,739	-	1,089,739
Feb-19	Estimate	332,505	(70,705)	252,799	1,167	253,967	-	253,967	1,089,739	(23,714)	1,066,025	4,300	1,070,325	-	1,070,325
Mar-19	Estimate	253,967	(70,705)	174,261	946	175,207	-	175,207	1,070,325	(23,714)	1,046,611	4,675	1,051,286	-	1,051,286
Apr-19	Estimate	175,207	(70,705)	95,501	578	96,080	96,080	-	1,051,286	(23,714)	1,027,571	4,442	1,032,014	-	1,032,014
May-19	Estimate								1,032,014	(23,714)	1,008,300	4,505	1,012,805	-	1,012,805
Jun-19	Estimate								1,012,805	(23,714)	986,061	4,278	993,360	-	993,360
Jul-19	Estimate								993,360	(23,714)	966,655	4,335	973,900	-	973,900
Aug-19	Estimate								973,900	(23,714)	950,276	4,249	954,525	-	954,525
Sep-19	Estimate								954,525	(23,714)	936,811	4,029	934,840	-	934,840
Oct-19	Estimate								934,840	(23,714)	911,126	4,078	915,202	-	915,202
Nov-19	Estimate								915,202	(23,714)	891,488	3,881	895,349	-	895,349
Dec-19	Estimate								895,349	(23,714)	871,635	3,602	875,537	-	875,537
Jan-20	Estimate								875,537	(23,714)	851,823	3,804	855,627	-	855,627
Feb-20	Estimate								855,627	(23,714)	831,913	3,477	835,389	-	835,389
Mar-20	Estimate								835,389	(23,714)	811,675	3,627	815,302	-	815,302
Apr-20	Estimate								815,302	(23,714)	791,588	3,425	795,013	-	795,013
May-20	Estimate								795,013	(23,714)	771,299	3,449	774,748	-	774,748
Jun-20	Estimate								774,748	(23,714)	751,034	3,252	754,286	-	754,286
Jul-20	Estimate								754,286	(23,714)	730,571	3,270	733,841	-	733,841
Aug-20	Estimate								733,841	(23,714)	710,127	3,180	713,307	-	713,307
Sep-20	Estimate								713,307	(23,714)	689,593	2,990	692,583	-	692,583
Oct-20	Estimate								692,583	(23,714)	668,800	2,998	671,867	-	671,867
Nov-20	Estimate								671,867	(23,714)	648,153	2,813	650,966	-	650,966
Dec-20	Estimate								650,966	(23,714)	627,252	2,815	630,067	-	630,067
Jan-21	Estimate								630,067	(23,714)	606,353	2,730	609,083	-	609,083
Feb-21	Estimate								609,083	(23,714)	585,390	2,392	587,751	-	587,751
Mar-21	Estimate								587,751	(23,714)	564,037	2,543	566,581	-	566,581
Apr-21	Estimate								566,581	(23,714)	542,867	2,371	545,238	-	545,238
May-21	Estimate								545,238	(23,714)	521,523	2,356	523,879	-	523,879
Jun-21	Estimate								523,879	(23,714)	500,165	2,188	502,353	-	502,353
Jul-21	Estimate								502,353	(23,714)	478,639	2,168	480,806	-	480,806
Aug-21	Estimate								480,806	(23,714)	457,002	2,071	459,163	-	459,163
Sep-21	Estimate								459,163	(23,714)	435,449	1,912	437,360	-	437,360
Oct-21	Estimate								437,360	(23,714)	413,849	1,879	415,525	-	415,525
Nov-21	Estimate								415,525	(23,714)	391,811	1,725	393,537	-	393,537
Dec-21	Estimate								393,537	(23,714)	369,823	1,688	371,508	-	371,508
Jan-22	Estimate								371,508	(23,714)	347,794	1,588	349,383	-	349,383
Feb-22	Estimate								349,383	(23,714)	325,686	1,346	327,015	-	327,015
Mar-22	Estimate								327,015	(23,714)	303,301	1,392	304,693	-	304,693
Apr-22	Estimate								304,693	(23,714)	280,979	1,252	282,230	-	282,230
May-22	Estimate								282,230	(23,714)	258,516	1,194	259,710	-	259,710
Jun-22	Estimate								259,710	(23,714)	235,999	1,059	237,055	-	237,055
Jul-22	Estimate								237,055	(23,714)	213,341	995	214,336	-	214,336
Aug-22	Estimate								214,336	(23,714)	190,622	894	191,516	-	191,516
Sep-22	Estimate								191,516	(23,714)	167,802	788	168,570	-	168,570
Oct-22	Estimate								168,570	(23,714)	144,856	692	145,548	-	145,548
Nov-22	Estimate								145,548	(23,714)	121,834	571	122,405	-	122,405
Dec-22	Estimate								122,405	(23,714)	99,691	488	99,179	-	99,179
Jan-23	Estimate								99,179	(23,714)	75,465	388	75,851	-	75,851
Feb-23	Estimate								75,851	(23,714)	52,137	255	52,392	-	52,392
Mar-23	Estimate								52,392	(23,714)	28,678	179	28,857	-	28,857
Apr-23	Estimate								28,857	(23,714)	5,143	73	5,216	5,216	-

Storm Reconciliation Adjustment Factor Amortization Summary - For Illustrative Purposes

Date	Actual/ Estimate	Total SRAF						
		Beginning Balance	Amortization	Balance Subject to Carrying Charge	5.20% Carrying Charges	Transfers to EDC	Ending Balance	
Jan-18	Actual	\$ 1,629,903	\$ (164,414)	\$ 1,465,488	\$ 3,158	\$ 1,468,646	\$ -	\$ 1,468,646
Feb-18	Actual	1,468,646	(141,029)	1,327,617	5,577	1,333,201	-	1,333,201
Mar-18	Estimate	1,333,201	(118,334)	1,214,867	5,627	1,220,494	-	1,220,494
Apr-18	Estimate	1,220,494	(118,334)	1,102,160	4,983	1,107,123	83,041	1,023,182
May-18	Estimate	2,280,291	(103,420)	2,176,872	9,842	2,186,714	-	2,186,714
Jun-18	Estimate	2,186,714	(103,420)	2,083,295	9,125	2,092,420	-	2,092,420
Jul-18	Estimate	2,092,420	(103,420)	1,989,000	9,013	1,998,013	-	1,998,013
Aug-18	Estimate	1,998,013	(103,420)	1,894,593	8,506	1,903,189	-	1,903,189
Sep-18	Estimate	1,903,189	(103,420)	1,799,769	7,913	1,807,683	-	1,807,683
Oct-18	Estimate	1,807,683	(103,420)	1,704,263	7,755	1,712,018	-	1,712,018
Nov-18	Estimate	1,712,018	(103,420)	1,608,599	7,006	1,615,605	-	1,615,605
Dec-18	Estimate	1,615,605	(103,420)	1,512,275	6,907	1,519,183	-	1,519,183
Jan-19	Estimate	1,519,183	(103,420)	1,415,763	6,481	1,422,244	-	1,422,244
Feb-19	Estimate	1,422,244	(103,420)	1,318,824	5,467	1,324,292	-	1,324,292
Mar-19	Estimate	1,324,292	(103,420)	1,220,872	5,620	1,226,492	-	1,226,492
Apr-19	Estimate	1,226,492	(103,420)	1,123,073	5,021	1,128,094	66,080	1,032,014
May-19	Estimate	1,032,014	(23,714)	1,008,300	4,505	1,012,805	-	1,012,805
Jun-19	Estimate	1,012,805	(23,714)	989,091	4,278	993,369	-	993,369
Jul-19	Estimate	993,369	(23,714)	969,655	4,335	973,990	-	973,990
Aug-19	Estimate	973,990	(23,714)	950,276	4,249	954,525	-	954,525
Sep-19	Estimate	954,525	(23,714)	930,811	4,029	934,840	-	934,840
Oct-19	Estimate	934,840	(23,714)	911,126	4,076	915,202	-	915,202
Nov-19	Estimate	915,202	(23,714)	891,488	3,861	895,349	-	895,349
Dec-19	Estimate	895,349	(23,714)	871,635	3,902	875,537	-	875,537
Jan-20	Estimate	875,537	(23,714)	851,823	3,804	855,627	-	855,627
Feb-20	Estimate	855,627	(23,714)	831,913	3,477	835,389	-	835,389
Mar-20	Estimate	835,389	(23,714)	811,675	3,627	815,302	-	815,302
Apr-20	Estimate	815,302	(23,714)	791,588	3,425	795,013	-	795,013
May-20	Estimate	795,013	(23,714)	771,299	3,449	774,748	-	774,748
Jun-20	Estimate	774,748	(23,714)	751,034	3,252	754,286	-	754,286
Jul-20	Estimate	754,286	(23,714)	730,571	3,270	733,841	-	733,841
Aug-20	Estimate	733,841	(23,714)	710,127	3,180	713,307	-	713,307
Sep-20	Estimate	713,307	(23,714)	689,593	2,900	692,583	-	692,583
Oct-20	Estimate	692,583	(23,714)	668,869	2,968	671,867	-	671,867
Nov-20	Estimate	671,867	(23,714)	648,153	2,813	650,966	-	650,966
Dec-20	Estimate	650,966	(23,714)	627,252	2,815	630,067	-	630,067
Jan-21	Estimate	630,067	(23,714)	606,353	2,730	609,083	-	609,083
Feb-21	Estimate	609,083	(23,714)	585,369	2,382	587,751	-	587,751
Mar-21	Estimate	587,751	(23,714)	564,037	2,543	566,581	-	566,581
Apr-21	Estimate	566,581	(23,714)	542,667	2,371	545,238	-	545,238
May-21	Estimate	545,238	(23,714)	521,523	2,356	523,879	-	523,879
Jun-21	Estimate	523,879	(23,714)	500,165	2,188	502,353	-	502,353
Jul-21	Estimate	502,353	(23,714)	478,639	2,166	480,806	-	480,806
Aug-21	Estimate	480,806	(23,714)	457,092	2,071	459,163	-	459,163
Sep-21	Estimate	459,163	(23,714)	435,449	1,912	437,360	-	437,360
Oct-21	Estimate	437,360	(23,714)	413,646	1,879	415,525	-	415,525
Nov-21	Estimate	415,525	(23,714)	391,811	1,725	393,537	-	393,537
Dec-21	Estimate	393,537	(23,714)	369,823	1,686	371,508	-	371,508
Jan-22	Estimate	371,508	(23,714)	347,794	1,588	349,383	-	349,383
Feb-22	Estimate	349,383	(23,714)	325,668	1,346	327,015	-	327,015
Mar-22	Estimate	327,015	(23,714)	303,301	1,362	304,663	-	304,663
Apr-22	Estimate	304,663	(23,714)	280,979	1,252	282,230	-	282,230
May-22	Estimate	282,230	(23,714)	258,516	1,194	259,710	-	259,710
Jun-22	Estimate	259,710	(23,714)	235,966	1,059	237,055	-	237,055
Jul-22	Estimate	237,055	(23,714)	213,341	995	214,336	-	214,336
Aug-22	Estimate	214,336	(23,714)	190,622	894	191,516	-	191,516
Sep-22	Estimate	191,516	(23,714)	167,802	768	168,570	-	168,570
Oct-22	Estimate	168,570	(23,714)	144,856	692	145,548	-	145,548
Nov-22	Estimate	145,548	(23,714)	121,834	571	122,405	-	122,405
Dec-22	Estimate	122,405	(23,714)	98,091	488	99,179	-	99,179
Jan-23	Estimate	99,179	(23,714)	75,465	388	75,851	-	75,851
Feb-23	Estimate	75,851	(23,714)	52,137	255	52,392	-	52,392
Mar-23	Estimate	52,392	(23,714)	28,879	179	28,857	-	28,857
Apr-23	Estimate	28,857	(23,714)	5,143	73	5,216	5,216	-