

**STATE OF NORTH CAROLINA
UTILITIES COMMISSION
RALEIGH**

DOCKET NO. G-5, SUB 632
DOCKET NO. G-5, SUB 634

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

DOCKET NO. G-5, SUB 632)	
)	
In the Matter of)	
Application of Public Service Company)	
of North Carolina, Inc., for General Rate)	
Increase)	ORDER REQUIRING FILING OF
)	JOINT LATE-FILED EXHIBITS
DOCKET NO. G-5, SUB 634)	
)	
In the Matter of)	
Application for Approval to Modify Existing)	
Conservation Programs and Implement)	
New Conservation Programs)	

BY THE PRESIDING COMMISSIONER: On November 9, 2021, Public Service Company of North Carolina, Inc. (PSNC) and the Public Staff filed joint late-filed exhibits in the above-captioned docket. The Commission has reviewed the joint late-filed exhibits and finds that Joint Late-Filed Exhibit 1 with Attachment 1 and Joint Late-Filed Exhibit 4 do not fully address the Commission’s questions regarding the allowance for funds used during construction (AFUDC), and the Customer Usage Tracker (CUT) and Integrity Management Tracker (IMT) adjustments. See Tr. 266, 332-333. Therefore, PSNC and the Public Staff are ordered to provide the following clarifying information through joint late-filed exhibits:

1. In Joint Late-Filed Exhibit 1, PSNC states that, “The Company has accounted for equity AFUDC in the manner described above since approximately the year 2000. However, until the current case, the Company has historically not included the equity AFUDC regulatory asset in rate base which has resulted in a lower rate base for ratemaking purposes.” Clarify why PSNC stated “approximately the year 2000” and provide a schedule by year that reflects the calculation for the AFUDC from 2000 to the present.

2. According to Joint Late-Filed Exhibit 1, PSNC has accounted for AFUDC in the manner described since approximately the year 2000 but has not included the equity AFUDC regulatory asset in rate base. What FERC account is the AFUDC regulatory asset recorded in?

3. What component of rate base is the AFUDC regulatory asset included in? In the present proceeding, indicate the applicable exhibit, schedule(s), and line number(s) where the AFUDC regulatory asset is included.

4. Joint Late-Filed Exhibit 1 indicates that absent the proposed treatment of the AFUDC regulatory asset rate base would be decreased by deferred taxes of \$13,302,057. Using the rate base gross revenue effect factor set forth on Settlement Exhibit B of 0.0857106, do PSNC and the Public Staff agree that absent the requested accounting treatment PSNC's revenue requirement would be reduced by \$1,140,127?

5. How did PSNC determine the balance of capitalized equity AFUDC included in book plant of approximately \$45 million at the end of the test period noted in Joint Late-Filed Exhibit 1 and the related Attachment 1?

6. Regarding the journal entries provided on Attachment 1:
- a. What account or accounts is the \$10,245,909.40 of deferred tax on PP&E recorded in?
 - b. What account or accounts is the \$3,056,147.60 of deferred tax on Reg Asset recorded in?

7. Provide a supporting schedule that shows the detailed calculations supporting the CUT adjustment of \$5,092,150 and the IMT adjustment of \$33,520,861 shown in Joint Late-Filed Exhibit 4.

PSNC and the Public Staff shall file these joint late-filed exhibits on or before December 30, 2021.

IT IS, THEREFORE, SO ORDERED.

ISSUED BY ORDER OF THE COMMISSION.

This the 15th day of December, 2021.

NORTH CAROLINA UTILITIES COMMISSION



Joann R. Snyder, Deputy Clerk