

## Corrected POR Discount Rate Effective April 1, 2013

There was an error in the calculation for the POR discount rate applied to all electric and gas accounts receivables effective January 1, 2013. Specifically the error is in the second component which makes up the discount rate. This component remained at 0.14 percent, which was set for the previous year. The correct percentage is 0.15%.

Effective April 1, 2013 the Purchase of Receivables (POR) discount rate of **2.64 percent** will be applied to all ESCOs electric accounts receivables, including sales tax.

The components are the sum of:

- **1.0 percent** - A percentage that is the Company's uncollectible rate for all residential, small non-residential and POR electric and gas customers. This number is based on actual data from December 2011 through November 2012.
- **0.15 percent** - A percentage that is 15 percent of the uncollectible rate, to compensate the Company for its financial risk that the actual uncollectible rate for the purchased receivable may be higher than the uncollectible rate.
- **0.15 percent** - For the incremental costs associated with POR program administration.
- **1.34 percent** - A percentage that reflects the annual forecast cost of the Company's electric credit and collection function with respect to ESCO receivables.

## **Corrected POR Discount Rate Effective April 1, 2013 (continued)**

Effective April 1, 2013 the Purchase of Receivables (POR) discount rate of **2.63 percent** will be applicable to all ESCOs gas accounts receivables, including sales tax.

- **1.0 percent** - A percentage that is the Company's uncollectible rate for all residential, small non-residential and POR electric and gas customers. This number is based on actual data from December 2011 through November 2012.
- **0.15 percent** - A percentage that is 15 percent of the uncollectible rate, to compensate the Company for its financial risk that the actual uncollectible rate for the purchased receivable may be higher than the uncollectible rate.
- **0.15 percent** - For the incremental costs associated with POR program administration.
- **1.33 percent** - A percentage that reflects the annual forecast cost of the company's gas credit and collection function with respect to ESCO receivables.

These discount rates will be applied to all bills issued **on and after April 1, 2013**.

## **New ICAP Tags Effective 5/1/2013**

New capacity (CAP) tags become effective for the May 1, 2013 through April 30, 2014 Capability period. These new Cap Tags will become available on the Retail Access Information System (RAIS) on March 29, 2013.

Listed below are the RAIS files that will be updated with the new CAP tags.

Billing History Output File  
Billing History View Screen  
Daily Account Listing File

Please keep in mind that previous capacity tags (effective through April 30, 2013) are available in files provided prior to March 29, 2012.

## **Revised Capacity and Energy Reconciliation Guidelines**

The revised Capacity and Energy Reconciliation Guidelines will be available on Friday, April 5, 2013. This revision will include the default tag tables for the new capability period as well as note any changes to Service Class or Strata.