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SOAH DOCKET NO. 473-19-3864 PUC DOCKET NO. 49421

APPLICATION OF CENTERPOINT§BEFORE THE STATE OFFICE2: 14ENERGY HOUSTON ELECTRIC, LLC§OFFOR AUTHORITY TO CHANGE RATES§ADMINISTRATIVE HEARINGS

MOTION OF CENTERPOINT ENERGY HOUSTON ELECTRIC, LLC <u>TO SEVER CERTAIN RATE CASE EXPENSES</u>

CenterPoint Energy Houston Electric, LLC ("CenterPoint Houston" or the "Company")

files this Motion to Sever Rate Certain Case Expenses ("Motion") and respectfully shows as

follows:

I. MOTION

The Company's direct testimony in this case supports the reasonableness of rate case

expenses incurred in connection with this proceeding, Docket No. 49421, and rate case expenses

incurred by CenterPoint Houston in the following dockets (including applicable appeals):

- Application of CenterPoint Energy Houston Electric, LLC for Authority to Change Rates, Docket No. 38339, Order on Rehearing (June 23, 2011) (for expenses incurred after November 30, 2010);
- Application of CenterPoint Energy Houston Electric LLC to Amend its Distribution Cost Recovery Factor and to Reconcile Docket No. 44572 Revenues, Docket No. 45747, Order (July 20, 2016);
- Application of CenterPoint Energy Houston Electric, LLC for Approval to Amend its Distribution Cost Recovery Factor, Docket No. 47032, Order (July 28, 2017);
- Application of CenterPoint Energy Houston Electric, LLC for the Final Reconciliation of Advanced Metering Costs, Docket No. 47364, Order (Dec. 14, 2017); and
- Application of CenterPoint Energy Houston to Amend its Distribution Cost Recovery Factor, Docket No. 48226, Order (Aug. 30, 2018).

In an effort to reduce the number of issues currently in controversy, CenterPoint Houston requests that rate case expenses related to the preparation, presentation, and prosecution of this rate proceeding, Docket No. 49421, be severed and considered in a separate docket.

Consistent with Commission Procedural Rule 22.34, severing Docket No. 49421 rate case expense issues would serve the interest of efficiency.¹ Severing rate case expense issues related to the currently pending case will avoid the need for parties to provide estimates and updates on rate case expenses before the expenses are finalized and before a substantial portion of rate case expenses will be incurred. The severance of Docket No. 49421 rate case expense issues in the pending case also serves to eliminate procedural uncertainty by establishing a separate docket within which rate case expense issues will be considered after the pending rate case is resolved.

Final rate case expense amounts associated with Docket Nos. 38339, 45747, 47032, 47364, and 48226, for which rate case expenses are known, have been actually incurred and have not been recovered, should not be severed and should remain part of this proceeding.

As part of severing the current proceeding's rate case expense issues from Docket No. 49421, CenterPoint Houston proposes that all deadlines associated with filing testimony or other evidence addressing Docket No. 49421 rate case expenses be determined in the separate rate case expense docket. In addition, all discovery related to Docket No. 49421 rate case expenses would be conducted in the separate docket and not in this rate case, and parties would be required to intervene separately in the rate case expense docket.

II. REQUEST FOR RELIEF

CenterPoint Houston requests that the Commission: (1) grant this Motion and sever Docket No. 49421 rate case expense issues into a separate docket; (2) issue an order consistent with the general procedures addressed in the Motion; and (3) grant CenterPoint Houston such other relief to which it has shown itself entitled.

¹ P.U.C. PROC. R. 22.34(b) provides that issues may be severed if the presiding officer finds that severance would serve the interest of efficiency or prevent unwarranted expense or delay.

Respectfully submitted,

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CERTIFICATE OF SERVICE

I hereby certify that on this 20th day of May 2019, a true and correct copy of the foregoing document was served on all parties of record in accordance with 16 Tex. Admin. Code § 22.74.

Mark A. Santos

