

Control Number: 49421



Item Number: 769

Addendum StartPage: 0

## Public Utility Commission of Texas

Memorandum

TO:

Darryl Tietjen, Rate Regulator

FROM:

Stephen D. Journeau Commission Advising

DATE:

November 26, 2019

SUBJECT:

Clarification Regarding Commission Request for Number Runs Based on November 14, 2019 Open Meeting Discussion Regarding Proposal for Decision in Docket No. 49421, Application of CenterPoint Energy Houston Electric, LLC for Authority to

Change Rates

On November 22, 2019, Commission Staff filed a memo requesting clarification and guidance on specific issues discussed by the Commission at the November 14, 2019 open meeting regarding the above-styled docket.

The number run should reflect the changes identified Commission Staff's memorandum. Specifically, the number run should reflect the following:

- Allocation of Texas margin tax and miscellaneous general expense the Commission made
  the preliminary decision to not use the hard-coded allocation number in the proposal for
  decision (PFD) number run. The actual number will result from the number running
  process.
- <u>Allocation of distribution costs</u> the Commission made the preliminary decision to overturn the PFD and allocate distribution costs based on non-coincident peak (NCP).
- <u>Meter charges</u> the Commission made the preliminary decision to overturn the PFD and assess the meter charge on a per-meter basis rather than per-customer basis.

