

IOWA UTILITIES BOARD
Energy Section

Docket No.: TF-2016-0015
Utility: Interstate Power and Light
Company
File Date/Due Date: February 29, 2016 /
March 30, 2016
Effective Date: June 1, 2016
Memo Date: March 25, 2016

TO: The Board

FROM: Andrew McGrean

SUBJECT: Annual Filing of Electric Energy Efficiency Cost Recovery Report

- I. Background/Analysis:** On February 29, 2016, Interstate Power and Light Company (IPL) filed its annual Electric Energy Efficiency Cost Recovery (EECR) Report, along with a new tariff to implement revised electric cost recovery factors to be effective June 1, 2016.

The following chart contains IPL's proposed electric EECR factors:

Customer Class	Electric EECR Current \$/kWh	Electric EECR Proposed \$/kWh
Residential Service	0.0062	0.0059
Non-Residential General Service	0.0060	0.0062
Large General Service	0.0036	0.0036
Lighting	0.0034	0.0060
Large General Service— Bulk	0.0038	0.0036

On March 18, 2016, the Office of Consumer Advocate (OCA), a division of the Iowa Department of Justice, filed a Statement of Position. In its Statement of Position, OCA states that while IPL's proposed cost recovery factors accurately reflect budgeted energy efficiency expenditures for the applicable period and are mathematically sound, IPL's actual 2015 residential and non-residential electric energy efficiency expenditures deviate from budgeted 2015 expenditures to such an extent as to trigger plan modification requirements under 199 IAC 35.6(4)(a).

OCA states that while it does not object to the implementation of the proposed EECR factors, it reserves the right to investigate actual 2015 plan expenditures and performance in order to evaluate program implementation and prudence and, if appropriate, make recommendations concerning the need for potential plan modification or request for a waiver of the requirements of 199 IAC 35.6(4)(a).

The increase in the proposed EECR factor for lighting is not due to increased spending; previously, the lighting EECR factor included a credit for over-collection that reduced authorized recoveries. The over-collection balance and resulting credit have been reduced, resulting in a higher EECR factor.

Staff has reviewed IPL's filing and finds that the filing appears to comply with the Board's energy efficiency cost recovery rules in 199 IAC 35.12.

No objections were filed.

- II. Recommendation:** Approve Interstate Power and Light Company's electric EECR factors by letter, effective June 1, 2016, subject to complaint or investigation.

/AJM