Integrated Distributed Energy Resources Shareholder Incentive Award Balancing Account (iDERSIABA)

1. Purpose

The purpose of the Integrated Distributed Energy Resources Shareholder Incentive Award Balancing Account (iDERSIABA) is to record the value of the four percent (4%) pre-tax incentive applied to the annual payments to distributed energy resource providers associated with the Utility Regulatory Incentive Pilot as adopted in Decision 16-12-036. An incentive may be recovered as long as the DERs procured are successful in avoiding or deferring an otherwise planned utility distribution expenditure.

2. Operation of the iDERSIABA

Entries to the iDERSIABA shall be determined as follows:

a. A debit entry equal to four percent (pre-tax) shareholder incentive applied to the annual payments for the distributed energy resources;

b. A credit entry to transfer the balance to other accounts for recovery in rates, upon approval by the Commission; and


3. Disposition and Review Procedures

The recorded incentives in the iDERSIABA may be recovered after review and approval by the Commission in an Energy Resource Recovery Account (ERRA) Compliance application for each year in which an incentive is claimed. An incentive may be recovered as long as the DERs procured are successful in avoiding or deferring an otherwise planned traditional distribution expenditure. Once the deferral period ends and a traditional investment is made, no incentive would be recovered for that year and going forward.