Date Filed: October 27, 2026

Witness: Brendan J. O'Brien and Garrett J. Murray
Request from: Public Utilities Regulatory Authority

Question:

(AC-CUSTOMER DEPOSITS) Application, Sch. B-9. Confirm if the balance of Customer Deposits will remain same for the Test Year and the Rate Year. Provide a detailed explanation and any supporting workpapers demonstrating how the Rate Year balance was derived.

Response:

The Company's proposal is that the balance of Customer Deposits stated within Exhibit CLP-REVREQ-2, of $10,881,000 will remain the same for the Test Year and the Rate Year. Therefore, the Rate Year balance is a direct derivation of the Test Year amount as of December 31, 2025. The Company could not reasonably estimate the amount of non-residential security deposits collected through the Rate Year and relied on the Test Year balance as a reasonable level of customer deposits to reflect in the rate base and in the cost of service.