

Comparison of Positions
Issues in dispute are shaded

	<u>PA Position</u>		<u>BHE Position</u>	
Rate Base Issues				
1	Remove capital projects not in service by 7/31/20	Mullinax	All planned projects will be complete; include all capital projects planned for 2020	Clevinger, Jarosz Amdor, Jarosz,
2	Remove farm tap plant over \$4M	Mullinax	Include all farm tap capital	Clevinger
3	ADIT	Mullinax	See Klapperich	Klapperich
4	EDFIT	Mullinax	See Klapperich	Klapperich
5	One time bill credit net for Prot NOL EDFIT	Mullinax	Agree	Clevinger
6	Depreciation	Mullinax		Spanos, Clevinger
7	Not addressed		Move Gas Storage Costs from rate base to GCA for RAs 1-3	Clevinger
O&M Issues				
1	Remove all Direct and Service Company positions not filled by 7/31/20	Mullinax	Actual positions filled by 9/30	Clevinger
2	Remove FICA related to #1	Mullinax	FICA for actual positions filled by 9/30	Clevinger
3	Adjust CAM drivers and use 2021 drivers	Mullinax	Reject-use 2020 drivers	Clevinger
4	Remove portions of AIP, STIP, LTIP	Mullinax	Total compensation is reasonable	Johnson
5	Remove SERP	Mullinax	SERP costs are reasonable	Johnson
6	Remove D&O insurance	Mullinax	D&O insurance is a reasonable cost of business	Clevinger
7	Correction-advertising, dues	Mullinax	Accept correction	Amdor
8	Remove Allo line location costs-non-recurring	Mullinax	Accept correction	Amdor
Revenue Issues				
1	Misc. Fee Revenue	Solganick	Remove Diversion, corrections	Frost
2	Adjust Bad Debts to reflect other adjs	Mullinax	CWC automatically adjusted by rev req model for each adj	Clevinger
3	Remove CWC changes caused by other adjs	Mullinax	CWC automatically adjusted by rev req model for each adj	Clevinger
4	Correct BHE billing determinants to reflect weather station data correction	Mullinax	Accept correction	Hyatt
5	Use corrected BHE billing determinants	Mullinax	Agree	Hyatt
Cost of Capital Issues				
1	ROE 8.97%	Barry	ROE 10.0%	McKenzie
2	Interest synchronization - debt issuance	Mullinax	Accept adjustment	Amdor
3	Capital structure 50/50	Mullinax	Capital structure 50/50	Amdor
Rate Design Issues				
1	No changes to BHE's CCOSS		No changes to BHE's CCOSS	
2	Rates consolidated into one statewide set		Rates consolidated into one statewide set	
3	Recognize electric competition		Recognize electric competition	
4	Adjust rates for 7500 low-use customers		Disagree-proposal creates a subsidization of low use by remaining customers; \$1 lower bill won't change customer behavior	
5	Use Customer Charge, Tier 1-2 structure		Use Customer Charge, Tier 1-2 structure	
6	Eliminate 3 FTEs to estimate rate consolidation savings	Solganick	No additional savings expected	Amdor

SSIR Issues

1	Accepts SSIR mechanism in principle	Solganick	Agree	Bennett
2	Clarify TOG definition	Solganick	BHE will propose clarifying language	Bennett
3	Clarify at risk meter definition	Solganick	BHE will propose clarifying language	Bennett
4	Clarify PVC criteria	Solganick	BHE will propose clarifying language	Bennett
5	Clarify DIIP impact on DIMP/TIMP	Solganick	BHE will propose clarifying language	Bennett
6	Clarify Reliability definition	Solganick	BHE will propose clarifying language	Bennett

HEAT Program Issues

1	Accepts HEAT program	Solganick	Agree	Amdor
2	Share costs of HEAT program	Solganick	Sharing of costs inappropriate	Frost

Rate Case Expenses

1	Cap rate case expenses at \$750K	Mullinax	Reject-most costs are out of BHE's control	Clevinger
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