



**ELECTRIC PRELIMINARY STATEMENT PART KJ** Sheet 1  
PUBLIC UTILITY REGULATORY POLICIES ACT IMPLEMENTATION MEMORANDUM ACCOUNT  
(PURPAIMA)

**KJ. Public Utility Regulatory Policies Act Implementation Memorandum Account  
(PURPAIMA)**

1. **PURPOSE:** The purpose of the Public Utility Regulatory Policies Act Implementation Memorandum Account (PURPAIMA) is to track and record the incremental costs of implementing the PURPA Compliant Tariff.
2. **APPLICABILITY:** PURPAIMA applies to all customer classes, except for those specifically excluded by the Commission.
3. **REVISION DATE:** The balance in the PURPAIMA will be subject to a reasonableness review in a future General Rate Case (GRC).
4. **RATES:** PURPAIMA does not have a rate component.
5. **ACCOUNTING PROCEDURE:** The following entries will be made each month, or as applicable:
  - a. A credit or debit entry equal to export compensation values for customer-generators; (T)
  - b. A debit entry equal to expenses related to administration or billing costs;
  - c. A debit entry equal to any other incremental expenses related to implementing the PURPA Compliant Tariff;
  - d. A debit or credit entry equal to the capital-related revenue requirement related to the actual incremental capital costs incurred, if any. Capital-related revenue requirements include depreciation expense, return on investment, federal and state income taxes, and property taxes associated with the costs of installed equipment
  - e. A debit or credit entry, as appropriate, to record the transfer of amounts to or from other accounts as approved by the Commission, and;
  - f. An entry, as appropriate, each month equal to the interest on the average balance in this account at the beginning of the month and the balance after the above entries, at a rate equal to one-twelfth of the interest rate on the three-month Commercial Paper for the previous month, as reported in the Federal Reserve Statistical Release, H.15, or its successor.