Preliminary Statement
Residential Uncollectible Balancing Account

CCC. **Residential Uncollectible Balancing Account (RUBA)** (N)

1. Purpose
The Residential Uncollectibles Balancing Account (RUBA) will record the difference between actual residential uncollectibles and authorized uncollectible expense due to the implementation of Decision No. ("D.") 22-08-037.

2. Applicability
The RUBA is applicable to all BVES Residential rate schedules.

3. Accounting Procedures
BVES shall maintain the RUBA by making entries at the end of each month as follows:

a. A debit/credit entry equal to the difference between the authorized bad debt expense and actual bad debt expense for the month.

b. A credit entry shall be made to RUBA for any collections received related to prior bad debt write-offs.

c. A debit entry equal to the one-time transfer from the COVID-19 CEMA of the revenue shortfalls resulting from uncollectibles that are in excess of those authorized in BVES's last GRC for residential customers related to the implemented customer protections such as the suspension of disconnections, waiving of security deposits, and implementation of flexible payment plans pursuant to D.22-08-037.

d. BVES shall apply interest to the average net balance in the RUBA account at a rate equal to one-twelfth the interest rate on three-month Commercial Paper for the previous month as reported in the Federal Reserve Statistical Release, H.15, or its successor publication. Accumulated interest will be included in the amount on which interest is accrued, but will be identified as a separate component of the RUBA account.

4. Effective Date
Pursuant to D.22-08-037, the RUBA shall be effective on August 25, 2022.

5. Disposition
The Residential Uncollectible Balancing Account is a two-way balancing account. BVES, in its next GRC application, shall include a summary of the entries to the Residential Uncollectible Charges Balancing Account and a proposal for the disposition of any balance in the account. (N)