221 MAIN STREET P.O. BOX 930 SUNDANCE, WY 82729-0930 FAX: (307) 283-3527 200 GARNER LAKE ROAD GILLETTE, WY 82718-0937 FAX: (307) 682-0733 1095 BRUNDAGE LANE SHERIDAN, WY 82801-1387 FAX: (307) 674-9018

1-800-442-3630

October 13, 2020

Mr. Chris Petrie Wyoming Public Service Commission Hansen Building, Suite 300 2515 Warren Avenue Cheyenne, WY 82002

Dear Mr. Petrie,

The purpose of this letter is to inform the Wyoming Public Service Commission (Commission) of a billing issue with the three percent (3%) primary delivery energy discount in the Large Power rate schedule that was discovered when setting up the rates approved in Docket 10014-202-CR-19, Record No. 15372.

Powder River Energy Corporation (PRECorp) is currently installing Advanced Metering Infrastructure (AMI) meters throughout our service territory. We also continue to bill the old Automatic Meter Reading (AMR) meters until they are replaced with a new AMI meter. With the AMI meters, the power factor is calculated in our billing software rather than in the meter as the old AMR meters are calculated. We have created two sets of rates to distinguish the accounts. While setting up the primary delivery discounts in our system, we realized that the number of rate codes required more billing codes than the billing system currently has available. PRECorp contacted our software provider, who helped devise an alternate solution whereby PRECorp would bill the energy discount as a negative energy rate, based upon three percent (3%) of the kWh energy rate. This functionality works well, however is limited to six decimal places and three percent (3%) of the large power kWh rate calculates to seven decimals places.

To correct this issue, PRECorp is rounding up the kWh energy rate discount to the sixth decimal place which is in the members' favor. For the month of September 2020, this amounted to a \$9.27 difference for all accounts. Once all AMI meters have been deployed, all accounts will be updated to accurately reflect a three percent (3%) discount on energy charges.

Should you or Commission Staff have questions regarding this, please contact Joanne Kolb at 1-800-442-3630.

Thank you for your consideration.

Sincerely,

Michael E. Easley
Chief Executive Officer

MEE/sjp

