



NextGrid: Utility of the Future Study WG7: Ratemaking

Meeting No. 2

June 19, 2018

Illinois Commerce Commission – Main Hearing Room
160 North LaSalle, Ste. C-800, Chicago, IL 60601

Topic: Revenue Requirement Determination and Recovery

- a. *Calculation of the revenue requirement*
- b. *Rate case cycle*
- c. *Incentives of different rate structures*
 - i. *Principles in designing incentives*
 - ii. *Objectives, metrics, outcomes, etc.*
 - iii. *Incentives associated with recovery of programmatic costs.*
- d. *Incentives considered or implemented in other jurisdictions Incentive ratemaking – PBR vs. targeted rates*
- e. *The role and types of cost of service studies*
- f. *Cost shifting*

	Agenda Item	Presenter
I.	Welcome & Introductions	Working Group Leaders
II.	Speakers: <ul style="list-style-type: none"> • Scott (ComEd)—will provide a presentation on Revenue Requirements • Janice Dale (IL AG)—Risk and Affordability • Danny Waggoner (AEE)—Capital bias and how States are addressing this (what’s included in rate base, opportunity costs for offsetting capital, regulatory signals, etc.) • Ken Costello (NRR) Incentive Ratemaking / Performance Based Ratemaking (PBR) • Bob Stevens (IL Industrial Energy Consumers)—Cost of Service Studies – overview • Graeme Miller from the Energy Resources Center - standby customer cost allocation 	Working Group Members

III.	General Discussion	Working Group Leaders
IV.	Next steps	Working Group Leaders
V.	Adjourn	