

**CA 182**

On page 9 of his Pre-filed Evidence, Dr. Wilson states “If the Board chooses to implement rate design principles that reflect costs, consideration should be given to eliminating the RSP component that intentionally defers cost recovery to future time periods.” Is Dr. Wilson recommending that the Board implement rate design principles that reflect costs? If not, what rate design principles is he recommending to the Board?

**RESPONSE:**

Yes. Dr. Wilson is recommending that the Board implement rate design principles that reflect costs.