

July 10, 2017

Mr. Daniel Wolf Executive Secretary Minnesota Public Utilities Commission 121 7th Place East, Suite 350 St. Paul, MN 55101-2147

RE: CenterPoint Energy Reply Comments to Comments of the Minnesota Department of Commerce, Division of Energy Resources

Docket No. G008/M-17-339

Dear Mr. Wolf:

CenterPoint Energy, a division of CenterPoint Energy Resources Corporation, ("CenterPoint Energy" or the "Company") respectfully submits the following *Reply Comments* in response to the *Comments*¹ of the Minnesota Department of Commerce, Division of Energy Resources (DER Staff) regarding the Company's 2016 Demand-Side Management (DSM) Financial Incentive Report, Conservation Improvement Program (CIP) Tracker Report, and Conservation Cost Recovery Adjustment (CCRA) Proposal (the Petition). CenterPoint Energy appreciates the time and effort expended by DER Staff in the analysis and review of the Petition. The Company has reviewed the Comments and accepts without contention the recommendations that the Minnesota Public Utilities Commission (Commission):

- 1) Approve CenterPoint Energy's proposed 2016 DSM financial incentive of \$13,791,346 to be included in the Company's CIP Tracker account no sooner than the issue date of the Commission's *Order* in Docket No. G-008/M-17-339;
- 2) Approve CenterPoint Energy's 2016 CIP Tracker account, as summarized in the *Comments*, Table 1, resulting in a December 31, 2016 balance of \$7,461,117; and
- 3) Allow CenterPoint Energy to continue to implement a CCRA of \$0.1553/Dth.

The Company notes that the cover letter of the *Comments* states that "the Department recommends that the Commission approve CenterPoint's *Petition* with modifications" (original emphasis omitted). However, no modifications are proposed in the *Comments*. The Company has confirmed with DER Staff that the prefatory language was included in error, and DER Staff intended to recommend approval of CenterPoint's *Petition* without modifications.

¹ Comments of the Minnesota Department of Commerce, Division of Energy Resources, Docket No. G008/M-17-339 (June 26, 2017).

² CenterPoint Energy's 2016 Conservation Improvement Program Status Report, 2016 Demand-Side Management Financial Incentive Report, Conservation Improvement Program Tracker Report, and 2016 Conservation Cost Recovery Adjustment Proposal Aggregated Compliance Filing, Docket No. G-008/M-17-339, et. al, p. 38-48 (May 1, 2017).

Following Commission approval, the Company will record the DSM financial incentive in its CIP Tracker account as of the date of the Commission's final *Order* and continue implementation of the current CCRA. Please feel free to contact me at 612-321-4613 or nick.mark@centerpointenergy.com with any questions.

Sincerely,

/s/ Nick C. Mark

Nick C. Mark Manager, Conservation & Renewable Energy Policy

C: Service List

First Name	Last Name	Email	Company Name	Address	Delivery Method	View Trade Secret	Service List Name
Jill	Curran	jcurran@mnchamber.com	Minnesota Waste Wise	400 Robert Street North Suite 1500 St. Paul, Minnesota 55101	Electronic Service	No	SPL_SL_CIP SPECIAL SERVICE LIST
Leigh	Currie	lcurrie@mncenter.org	Minnesota Center for Environmental Advocacy	26 E. Exchange St., Suite 206 St. Paul, Minnesota 55101	Electronic Service	No	SPL_SL_CIP SPECIAL SERVICE LIST
lan	Dobson	Residential.Utilities@ag.sta te.mn.us	Office of the Attorney General-RUD	1400 BRM Tower 445 Minnesota St St. Paul, MN 551012130	Electronic Service	No	SPL_SL_CIP SPECIAL SERVICE LIST
Steve	Downer	sdowner@mmua.org	MMUA	3025 Harbor Ln N Ste 400 Plymouth, MN 554475142	Electronic Service	No	SPL_SL_CIP SPECIAL SERVICE LIST
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