

PACIFIC GAS AND ELECTRIC COMPANY
Wildfire Mitigation Plans
Rulemaking 18-10-007
Data Response

PG&E Data Request No.:	TURN_021-Q04		
PG&E File Name:	WildfireMitigationPlans_DR_TURN_021-Q04		
Request Date:	March 4, 2021	Requester DR No.:	WMP 2021 DR TURN-PGE-007
Date Sent:	March 9, 2021	Requesting Party:	The Utility Reform Network
PG&E Witness:		Requester:	Marcel Hawiger

QUESTION 04

Follow up to PAO DR 039-01Atch01: The Attachment shows “revenue requirements” in 2023-2025 for Incremental “WMP OM expenses not yet approved,” in the category “Only included in WMP; not addressed in a pending application.” For example, Tab “Q1A Revenue Req 2020,” cell G12 (showing 1,041 for 2023):

- a. Does the figure represent \$M (in other words, \$1,041,000,000)?
- b. Please explain how “O&M expenses” that occur in 2020 will impact revenue requirements in 2023? What are the assumptions regarding cost recovery that result in such a delay between costs and revenue requirements?

ANSWER 04

- a. Yes, all figures presented in PAO DR 039-01Atch01 are in millions.
- b. PAO DR 039-01Atch01 specifically asked PG&E to provide the 2021 WMP revenue requirements based on the year when costs are expected to be recovered and not the year when costs are incurred. As mentioned in PAO DR 039-01, the category “Only included in WMP; not addressed in a pending application.” includes costs in excess of 115 percent for Wildfire Mitigation Balancing Account (WMBA) and 120 percent for Vegetation Management Balancing Account (VMBA) subject to reasonableness review in future applications; Catastrophic Event Memorandum Account (CEMA), Fire Risk Mitigation Memorandum Account (FRMMA), Wildfire Mitigation Plan Memorandum Account (WMPMA), Microgrids and EPIC. For 2020 recorded costs under this category, PG&E expects to file for cost recovery in its future General Rate Case (GRC) or Wildfire Mitigation and Catastrophic Event (WMCE), or other proceedings. For the purpose of the PAO DR 039-01 data request, PG&E assumed a decision on such future applications will be received in 2022 and the revenue requirements associated with the 2020 O&M expenses will be collected in rates in 2023.