



ELECTRIC PRELIMINARY STATEMENT PART FU
ELECTRIC PROGRAM INVESTMENT CHARGE REVENUE
ADJUSTMENT MECHANISM BALANCING ACCOUNT

Sheet 1

FU. Electric Program Investment Charge Revenue Adjustment Mechanism (EPICRAM)

1. **PURPOSE:** The purpose of the Electric Program Investment Charge Revenue Adjustment Mechanism Balancing Account (EPICRAM) is to record authorized revenue requirements and to assure recovery of those amounts related to the Electric Program Investment Charge (EPIC) and the New Solar Homes Partnership (NSHP) Programs. Also, as per D.13-11-025, PG&E shall apply sharing mechanisms for: 1.) after-tax proceeds from the conversion of warrants and the gain-on-sale of Intellectual Property (IP) and 2.) after-tax net revenues related to financial benefits of IP that was developed under investor-owned utility contracts with EPIC funds. Pursuant to D.20-08-042 and D.21-11-028, the EPIC program funding shall continue through 2030.

(T)
(T)

2. **APPLICABILITY:** The EPICRAM shall apply to all customer classes, except for any classes that may be specifically excluded by the CPUC.

3. **REVISION DATE:** The disposition of the balances in the EPICRAM will be through the Annual Electric True-up (AET) advice letter process, or as otherwise authorized by the CPUC.

4. **RATES:** The EPICRAM is collected as part of non-bypassable public purpose program rates set forth in each rate schedule. The EPICRAM subaccounts are separately identified in Electric Preliminary Statement Part I.

5. **ACCOUNTING PROCEDURE:** The EPICRAM includes two subaccounts:

The EPICRAM Subaccount records the difference between the authorized revenue requirements and the revenues collected to assure the recovery of amounts to fund the Electric Program Investment Charge Program pursuant to D.11-12-035, D.12-05-037, D.20-08-042, and D.21-11-028 as authorized by the Commission. The EPIC Program is funded through December 31, 2030.

(T)

The EPICRAM – NSHP Subaccount records the difference between the authorized revenue requirements and the revenues collected to fund the California Energy Commission’s (CEC) New Solar Homes Program (NSHP) pursuant to D.16-06-006. The NSHP authorized revenue requirement is to be recovered over a 12-month period beginning January 1, 2017.

a. EPICRAM Subaccount

PG&E will make entries to this account at the end of each month as follows, or as appropriate:

- 1) A debit entry equal to one-twelfth of the annual authorized EPIC Program revenue requirement (including Revenue Fees and Uncollectible (RF&U) accounts expense) for the current program year (see the sum of corresponding credit entries 5a. ii and 5b. iii in electric Preliminary Statement Part FY – Electric Program Investment Charge Balancing Account (EPICBA)).
- 2) A credit entry equal to the revenue from the EPICRAM rate component.
- 3) A debit or credit entry, as appropriate, to record the transfer of amounts to or from other accounts as approved by the CPUC.

(Continued)

<i>Advice</i>	6441-E	<i>Issued by</i>	<i>Submitted</i>	<u>December 20, 2021</u>
<i>Decision</i>	21-11-028	Robert S. Kenney	<i>Effective</i>	<u>January 1, 2021</u>
		<i>Vice President, Regulatory Affairs</i>	<i>Resolution</i>	



ELECTRIC PRELIMINARY STATEMENT PART FU
ELECTRIC PROGRAM INVESTMENT CHARGE REVENUE
ADJUSTMENT MECHANISM BALANCING ACCOUNT

Sheet 2

FU. Electric Program Investment Charge Revenue Adjustment Mechanism (EPICRAM) (Cont'd.)

5. ACCOUNTING PROCEDURE (Cont'd.):

a. EPICRAM Subaccount (Cont'd.)

- 4) A credit entry to record the after-tax net revenues related to financial benefits of IP that was developed under investor-owned utility contracts with EPIC funds.
- 5) A credit entry to record the after-tax proceeds from the conversion of warrants and the gain-on-sale of IP.
- 6) An entry equal to the interest on the average balance at the beginning of the month and the balance after the above entries are made, at a rate equal to one-twelfth the interest rate on three-month Commercial Paper for the previous month, as reported in the Federal Reserve Statistical Release, H. 15 or its successor.

b. EPICRAM-NSHP Subaccount

PG&E will make entries to this account at the end of each month as follows, or as appropriate:

- 1) A debit entry equal to one-twelfth of the authorized NSHP revenue requirement (including RF&U) to be administered by the CEC (see corresponding credit entry in electric Preliminary Statement Part FY – Electric Program Investment Charge Balancing Account – EPICBA- CEC)). (T)
- 2) A credit entry equal to the revenue from the EPICRAM-NSHP rate component.
- 3) A debit or credit entry, as appropriate, to record the transfer of amounts to or from other accounts as approved by the CPUC.
- 4) An entry equal to the interest on the average balance at the beginning of the month and the balance after the above entries are made, at a rate equal to one-twelfth the interest rate on three-month Commercial Paper for the previous month, as reported in the Federal Reserve Statistical Release, H. 15 or its successor.