Revised Cancelling Revised

Cal. P.U.C. Sheet No. Cal. P.U.C. Sheet No.

56777-E 50643-E

Oakland, California

## **ELECTRIC PRELIMINARY STATEMENT PART IO**WILDFIRE MITIGATION BALANCING ACCOUNT - WMBA-E

Sheet 1

IO.	Wi	Wildfire Mitigation Balancing Account - Electric (WMBA-E)						
	1.	PURPOSE: The purpose of the Wildfire Mitigation Balancing Account - Electric (WMBA-E) is to track actual expenses and capital expenditures against adopted amounts and to record associated expenses and capital revenue requirements for fire risk mitigation work, allocated to the electric distribution and generation functions, up to the aggregate expense and capital revenue requirements adopted for the 2023 GRC cycle (2023-2026). These costs include, but are not limited to, expenses and the revenue requirements associated with capital expenditures for: 1) Situational Awareness and Forecasting; (2) PSPS Operations and associated Customer Communications; (3) System Hardening, Enhanced Automation, and PSPS Impact Mitigations; (4) CWSP PMO; (5) Information Technology for Wildfire Mitigation; and (6) Enhanced Powerline Safety Settings. Costs recorded to the WMBA-E do not include costs recovered through the Catastrophic Event Memorandum Account (CEMA), the Fire Risk Mitigation Memorandum Account (FRMMA) or the Wildfire Mitigation Plan Memorandum Account (WMPMA).	(T) (T) (T)					
		The WMBA-E is a one-way balancing account that records actual expenses and capital revenue requirements up to the total adopted expense and capital expenditures for the entire GRC funding cycle (2023-2026).	(T)   (T)					
		Upon issuance of securitized debt to fund capital expenditures in the WMBA, capital revenue requirements related to these capital expenditures will be modified to exclude depreciation expense, the return on investment, and taxes, with the exception of property taxes.						
		This account is comprised of the following subaccounts:	(T)					
		The Electric Distribution Subaccounts (one expense and one capital) track actual expenses and the capital revenue requirements associated with actual capital expenditures incurred up to the total adopted amounts for the GRC funding cycle allocated to the electric distribution function. See the 'REVISION DATE' section below for disposition of the balances in these subaccounts at the end of the funding cycle.	(T)					
		The Generation Subaccounts (one expense and one capital) track actual expenses and the capital revenue requirement associated with actual capital expenditures incurred up to the total adopted amounts for the GRC funding cycle allocated to the generation function. See the 'REVISION DATE' section below for disposition of the balances in these subaccounts at the end of the funding cycle.	(T)					
			(D					
	2.	APPLICABILITY: The WMBA applies to all customer classes, except for those schedules or contracts specifically excluded by the Commission.	(L)					

(Continued)

Advice 7090-E Decision D.22-06-033, D.23-11-069. Issued by **Shilpa Ramaiya**Vice President
Regulatory Proceedings and Rates

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Sheet 2

56778-E 50644-E

Oakland, California

## **ELECTRIC PRELIMINARY STATEMENT PART IO** WILDFIRE MITIGATION BALANCING ACCOUNT - WMBA-E

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IO.	vviidiire	iviitidation	Balancino	Account -	- Electric	(VVIVIBA-E)	(Cont a)

			(1)				
3.	aggreare le PG& (AET total expe fundi amou	ISION DATE: Disposition of balances in the expense subaccounts will be done on an egated basis at the end of the GRC funding cycle. If the aggregate total actual expenses ess than the aggregated total adopted expenses at the end of the GRC funding cycle, E will refund the underspent balances to customers through the Annual Electric True-Up odvice letter, or another tier 2 advice letter, or propose an alternative disposition of the overcollection as part of its next GRC application. If the aggregate total actual capital inditures are less than the total adopted capital expenditures at the end of the GRC ing cycle, PG&E will refund the revenue requirement associated with the underspent unit to customers through the AET advice letter, or another tier 2 advice letter, or propose ternative disposition of the total overcollection as part of its next GRC application.					
4.	. RATES: The WMBA does not have a rate component.						
5.	expe capit amou each	OUNTING PROCEDURE: PG&E will maintain a subledger to track the capital nditures incurred as recorded in its accounting system of record. If the aggregated al expenditures incurred at the end of the rate case cycle are less than the total adopted unts, entry c) and d) will be recorded. The following entries will be made at the end of month, or as applicable, excluding an allowance for Revenue Fees and Uncollectible (U) accounts expense:	(T)     (T)				
	EL sub	ECTRIC DISTRIBUTION SUBACCOUNTS: Entries a) and b) apply only to the expense caccount and entries c) and d) apply only to the capital subaccount:	(T) (T)				
	a)	A credit entry equal to one-twelfth of the adopted expenses allocated to the electric distribution function;	(T) (T)				
	b)	A debit entry equal to the actual expenses incurred allocated to the electric distribution function;					
	c)	A credit entry equal to the revenue requirement associated with aggregated 2023 through 2026 adopted capital expenditures allocated to the electric distribution function;	(N) (N)				
	d)	A debit entry equal to the capital revenue requirement associated with the aggregated 2023 through 2026 actual capital additions incurred for the electric distribution function. Capital-related revenue requirements include depreciation expense, the return on investment, federal and state income taxes, and property taxes associated with the costs of installed equipment;	(T) (T)				
	e)	An entry to record the transfer of amounts to or from other accounts as approved by the Commission; and	(D)				
	f)	An entry equal to the interest on the average of the balance in this account at the beginning of the month and the balance in this account after the above entries 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.					

(Continued)

Advice 7090-E Decision D.22-06-033, D.23-11-069.

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Oakland, California

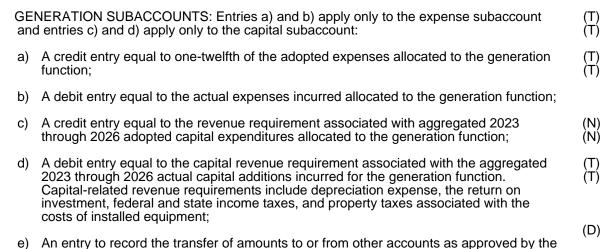
## **ELECTRIC PRELIMINARY STATEMENT PART IO** WILDFIRE MITIGATION BALANCING ACCOUNT - WMBA-E

Sheet 3

IO.	Wildfire Mitig	gation Balancing	a Account -	<ul> <li>Electric (</li> </ul>	(WMBA-E)	) (	Cont'd)	



Commission; and



An entry equal to the interest on the average of the balance in this account at the beginning of the month and the balance in this account after the above entries 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.