



**ELECTRIC PRELIMINARY STATEMENT PART CG**  
**UTILITY GENERATION BALANCING ACCOUNT**

Sheet 1

CG. UTILITY GENERATION BALANCING ACCOUNT (UGBA)

1. **PURPOSE:** The purpose of the Utility Generation Balancing Account (UGBA) is to record and recover the authorized revenue requirements associated with PG&E-owned generation, including capital and related non-fuel operating and maintenance expenses.
2. **APPLICABILITY:** The Utility Generation Balancing Account (UGBA) shall apply to all customer classes, except for those specifically excluded by the Commission.
3. **REVISION DATES:** Disposition of the balance in this account shall be determined through the advice letter process.
4. **GENERATION RATES:** The generation rates are included in the effective rates set forth in each rate schedule.
5. **ACCOUNTING PROCEDURES:** The CPUC jurisdictional portion of all entries shall be made at the end of each month as follows:
  - a. A credit entry equal to the revenue from the generation rates less the recorded revenues from the: (1) Energy Resource Recovery Account (as defined in Part I of PG&E's electric Preliminary Statement (PS)), (2) Power Charge Collection Balancing Account (as defined in Part I of PG&E's electric PS), (3) Regulatory Asset Tax Balancing Account (as defined in Part I of PG&E's electric PS); (4) Headroom Account (as defined in Part I of PG&E's electric PS); (5) Procurement Transactions Auditing Account (as defined in Part I of PG&E's electric PS); and (6) DWR Franchise Fees (as defined in Part I of PG&E's electric PS);
  - b. A debit entry equal to one-twelfth of the electric generation portion of revenue requirement associated with the CPUC authorized pension contribution amount. (D)/(N)
  - c. A credit equal to the Family Electric Rate Assistance (FERA) revenue shortfall. The corresponding debit entry is defined in PG&E's electric Preliminary Statement Part DX, Item 5.a;

(Continued)



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Sheet 2

CG. UTILITY GENERATION BALANCING ACCOUNT (UGBA) (Cont'd.)

5. ACCOUNTING PROCEDURES: (Cont'd.)

- d. a debit entry equal to the annual authorized revenue requirements associated with PG&E's owned generation divided by twelve;
- e. a debit entry equal to the costs of providing video tapes of the Diablo Canyon Independent Safety Committee meetings;
- f. a debit or credit entry, as appropriate, to record the transfer of amounts from other accounts to the UGBA for recovery in rates, upon approval by the CPUC.
- g. a debit or credit entry, as appropriate, to record the gain or loss on the sale of an electric generation non-depreciable asset, as approved by the CPUC. (N)  
(N)
- h. an entry equal to interest on the average balance in the account at the beginning of the month and the balance after the above entries, at a rate equal to one-twelfth of 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.

Note: All debits and credits described above, except for that described in Section 5.h, shall include an allowance for franchise fees and uncollectible accounts expense. (N)  
(N)