

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE
SAN FRANCISCO, CA 94102-3298



January 7, 2015

Advice Letter 3542-G/4549-E

Meredith Allen
Senior Director, Regulatory Relations
Pacific Gas and Electric Company
77 Beale Street, Mail Code B10C
P.O. Box 770000
San Francisco, California 94177

**SUBJECT: Establishment of Gas and Electric Disconnection Memorandum Accounts
Pursuant to D.14-06-036**

Dear Ms. Allen:

Advice Letter 3542-G/4549-E is effective as of December 16, 2014. The balances in this account remain subject to future review and verification by Energy Division.

Sincerely,

A handwritten signature in cursive script that reads "Edward Randolph".

Edward Randolph
Director, Energy Division

December 16, 2014

Advice 3542-G/4549-E

(Pacific Gas and Electric Company ID U 39 M)

Public Utilities Commission of the State of California

**Subject: Establishment of Gas and Electric Disconnection Memorandum
Accounts Pursuant to D.14-06-036**

Pacific Gas and Electric Company (PG&E) hereby submits this advice letter to record the incremental costs associated with implementing the directives in Decision (D.) 14-06-036, which approved the Residential Disconnection Settlement Agreement (Settlement Agreement), attached to the April 1, 2014 Joint Motion for Approval of Settlement Agreement filed in Rulemaking (R.) 10-02-005. The affected tariff sheets are listed on the enclosed Attachment 1.

Purpose

In compliance with Article 3.5 of the Settlement Agreement adopted by the California Public Utilities Commission (Commission or CPUC) in D.14-6-036, PG&E submits a Tier 1 advice letter to establish Gas Preliminary Statement Part DG and Electric Preliminary Statement Part GO, *Disconnection Memorandum Accounts*, for PG&E to record and track incremental expenses associated with implementing the Settlement Agreement in this decision.

Background

On June 26, 2014, the Commission approved D.14-06-036, which approved the Settlement Agreement between PG&E, San Diego Gas & Electric Company (SDG&E), Southern California Gas Company (SoCalGas), Southern California Edison Company (SCE), the Office of Ratepayer Advocates (ORA), The Utility Reform Network (TURN), Center for Accessible Technology (CforAT), and The Greenlining Institute. The Settlement Agreement extends many disconnection and credit rules adopted by the Commission in D.12-03-054 and enacts new pilot program protocols to experiment with different customer communication techniques. Article 3.5, Cost Recovery, of the Settlement Agreement allows the utilities to seek to recover any incremental costs resulting from the Settlement Agreement not currently recovered in any other

proceeding. Accordingly, PG&E is establishing a memorandum account to record and track any incremental costs for future recovery.

Tariff Revisions

Establishing Gas Preliminary Statement Part DG – Disconnection Memorandum Account – Gas (DMA-G) and Electric Preliminary Statement Part GO – Disconnection Memorandum Account – Electric (DMA-E).

Various Gas Preliminary Statements are also being removed from the Table of Contents, which were retired in a previously approved advice letter.¹

The filing will not increase any current rate or charge, cause the withdrawal of service, or conflict with any rate schedule or rule.

Protests

Anyone wishing to protest this filing may do so by letter sent via U.S. mail, facsimile or E-mail, no later than January 5, 2015 which is 20 days after the date of this filing. Protests must be submitted to:

CPUC Energy Division
ED Tariff Unit
505 Van Ness Avenue, 4th Floor
San Francisco, California 94102

Facsimile: (415) 703-2200
E-mail: EDTariffUnit@cpuc.ca.gov

Copies of protests also should be mailed to the attention of the Director, Energy Division, Room 4004, at the address shown above.

The protest shall also be sent to PG&E either via E-mail or U.S. mail (and by facsimile, if possible) at the address shown below on the same date it is mailed or delivered to the Commission:

Meredith Allen
Senior Director, Regulatory Relations
Pacific Gas and Electric Company
77 Beale Street, Mail Code B10C
P.O. Box 770000
San Francisco, California 94177

¹ Advice 4495-E was approved on December 10, 2014, and retired Gas Preliminary Statements BP, BZ, CQ, and CR.

Facsimile: (415) 973-7226
E-mail: PGETariffs@pge.com

Any person (including individuals, groups, or organizations) may protest or respond to an advice letter (General Order 96-B, Section 7.4). The protest shall contain the following information: specification of the advice letter protested; grounds for the protest; supporting factual information or legal argument; name, telephone number, postal address, and (where appropriate) e-mail address of the protestant; and statement that the protest was sent to the utility no later than the day on which the protest was submitted to the reviewing Industry Division (General Order 96-B, Section 3.11).

Effective Date

PG&E requests that this Tier 1 advice filing become effective upon date of filing, which is December 16, 2014.

Notice

In accordance with General Order 96-B, Section IV, a copy of this advice letter is being sent electronically and via U.S. mail to parties shown on the attached list and the parties on the service list for R.10-02-005. Address changes to the General Order 96-B service list should be directed to PG&E at email address PGETariffs@pge.com. For changes to any other service list, please contact the Commission's Process Office at (415) 703-2021 or at Process_Office@cpuc.ca.gov. Send all electronic approvals to PGETariffs@pge.com. Advice letter filings can also be accessed electronically at: <http://www.pge.com/tariffs>

/S/

Meredith Allen
Senior Director, Regulatory Relations

Attachments

cc: Service List R.10-02-005

CALIFORNIA PUBLIC UTILITIES COMMISSION

ADVICE LETTER FILING SUMMARY ENERGY UTILITY

MUST BE COMPLETED BY UTILITY (Attach additional pages as needed)

Company name/CPUC Utility No. **Pacific Gas and Electric Company (ID U39 M)**

Utility type:

ELC

GAS

PLC

HEAT

WATER

Contact Person: Kingsley Cheng

Phone #: (415) 973-5265

E-mail: k2c0@pge.com and PGETariffs@pge.com

EXPLANATION OF UTILITY TYPE

ELC = Electric

GAS = Gas

PLC = Pipeline

HEAT = Heat

WATER = Water

(Date Filed/ Received Stamp by CPUC)

Advice Letter (AL) #: **3542-G/4549-E**

Tier: 1

Subject of AL: **Establishment of Gas and Electric Disconnection Memorandum Accounts Pursuant to D.14-06-036**

Keywords (choose from CPUC listing): Compliance, Memorandum Accounts

AL filing type: Monthly Quarterly Annual One-Time Other _____

If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #: D.14-06-036

Does AL replace a withdrawn or rejected AL? If so, identify the prior AL: No

Summarize differences between the AL and the prior withdrawn or rejected AL: _____

Is AL requesting confidential treatment? If so, what information is the utility seeking confidential treatment for: No

Confidential information will be made available to those who have executed a nondisclosure agreement: N/A

Name(s) and contact information of the person(s) who will provide the nondisclosure agreement and access to the confidential information: _____

Resolution Required? Yes No

Requested effective date: **December 16, 2014**

No. of tariff sheets: **6**

Estimated system annual revenue effect (%): N/A

Estimated system average rate effect (%): N/A

When rates are affected by AL, include attachment in AL showing average rate effects on customer classes (residential, small commercial, large C/I, agricultural, lighting).

Tariff schedules affected: Establish new Gas Preliminary Statement Part DG and Electric Preliminary Statement Part GO.

Service affected and changes proposed: N/A

Pending advice letters that revise the same tariff sheets: N/A

Protests, dispositions, and all other correspondence regarding this AL are due no later than 20 days after the date of this filing, unless otherwise authorized by the Commission, and shall be sent to:

California Public Utilities Commission

Energy Division

EDTariffUnit

505 Van Ness Ave., 4th Flr.

San Francisco, CA 94102

E-mail: EDTariffUnit@cpuc.ca.gov

Pacific Gas and Electric Company

Attn: Meredith Allen

Senior Director, Regulatory Relations

77 Beale Street, Mail Code B10C

P.O. Box 770000

San Francisco, CA 94177

E-mail: PGETariffs@pge.com

**ATTACHMENT 1
Advice 3542-G**

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

Title of Sheet

**Cancelling Cal
P.U.C. Sheet No.**

31695-G GAS PRELIMINARY STATEMENT PART DG
DISCONNECTION MEMORANDUM ACCOUNT -
GAS (DMA-G)
Sheet 1

31696-G GAS TABLE OF CONTENTS
Sheet 1

31688-G

31697-G GAS TABLE OF CONTENTS
Sheet 5

31686-G



GAS PRELIMINARY STATEMENT PART DG
DISCONNECTION MEMORANDUM ACCOUNT - GAS (DMA-G)

Sheet 1 (N)
 (N)

- DG. Disconnection Memorandum Account - Gas (DMA-G) (N)
1. **PURPOSE:** The purpose of the DMA-G is to record incremental expenses associated with complying with Decision (D.) 14-06-036, which approved the Residential Disconnection Settlement Agreement (Settlement Agreement) on credit, collection, and disconnection practices. Applicable incremental expenses include, but are not limited to, any IT, material, and vendor charges associated with implementing notices and payment arrangements or other related pilots during the term of the Settlement Agreement. (N)
 2. **APPLICABILITY:** The DMA-G shall apply to all customer classes, except for those schedules or contracts specifically excluded by the Commission.
 3. **REVISION DATE:** Disposition of the balance in this account shall be determined in PG&E's next General Rate Case proceeding or other appropriate filing, or as otherwise authorized by the Commission.
 4. **RATES:** The DMA-G does not have a rate component.
 5. **ACCOUNTING PROCEDURE:** PG&E shall maintain the DMA-G by making entries to this account at the end of each month as follows:
 - a) A debit entry equal to actual IT, material and vendor expenses associated with implementation of the Settlement Agreement,
 - b) A debit or credit entry equal to any amounts authorized by the Commission to be recorded in this account,
 - c) A debit or credit entry, as appropriate, to record the amounts to or from other accounts as approved by the Commission, and
 - d) An entry equal to the interest on the average balance in this account at the beginning of the month and the balance after the above entry, at a rate equal to one-twelfth of the rate on three-month Commercial Paper for the previous month, as reported in the Federal Reserve Statistical Release, H.15, or its successor. (N)

(Continued)

Advice Letter No: 3542-G
 Decision No. 14-06-036

Issued by
Steven Malnight
 Senior Vice President
 Regulatory Affairs

Date Filed December 16, 2014
 Effective December 16, 2014
 Resolution No. _____



GAS TABLE OF CONTENTS

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Sheet 5

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Part AE	Core Pipeline Demand Charge Account.....	29525,30644-G	
Part AG	Core Firm Storage Account.....	2888-G	
Part AN	Hazardous Substance Mechanism.....	23281-23283,16693-16694-G	
Part AW	Self-Generation Program Memorandum Account	24767-G	
Part BA	Public Purpose Program-Energy Efficiency.....	23360-23361-G	
Part BB	Public Purpose Program Memorandum Account	23362-23363-G	
Part BH	Public Purpose Program Surcharge-Low Income Energy Efficiency Balancing Account.....	23364-G	
Part BI	Public Purpose Program Surcharge-Research, Development and Demonstration Balancing Account.....	23365,23366-G	
Part BL	Noncore Distribution Fixed Cost Account.....	28415-G	
Part BQ	Pension Contribution Balancing Account	24853,24224-G	(D)
Part BS	Climate Balancing Account	29772-G	
Part BT	Non-Tariffed Products and Services Balancing Account.....	26710-G	
Part BW	Energy Efficiency 2009 – 2011 Memorandum Account.....	28304,27419-G	
Part BY	On-Bill Financing Balancing Account (OBFBA)	28305-G	
Part CA	California Solar Initiative Thermal Program Memorandum Account.....	28670,28060-G	(D)
Part CB	CARE/TANF Balancing Account.....	28103-G	
Part CE	San Bruno Independent Review Panel Memorandum Account (SBIRPMA)	28559-G	
Part CE	San Bruno Independent Review Panel Memorandum Account (SBIRPMA)	28559-G	
Part CF	Meter Reading Costs Memorandum Account.....	28599-G	
Part CG	Distribution Integrity Management Expense Memorandum Account.....	28641-G	
Part CI	AB32 Cost of Implementation Fee Memorandum Account – Gas	28673-G	
Part CK	TID Almond Power Plant Balancing Account	28889-G	
Part CL	Integrity Management Expense Balancing Account	28891-G	
Part CM	Gas Operational Cost Balancing Account	30645-30646-G	
Part CN	Topock Adder Projects Balancing Account	28893-G	
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Part CP	Gas Transmission & Storage Revenue Sharing Mechanism.....	28898,30647-30649-G	
Part CS	Tax Act Memorandum Account – Gas	30271,30272-G	(D)
Part CT	Low Income 2012 Memorandum Account (LIMA)	29350, 29351-G	(D)
Part CU	SmartMeter™ Opt-Out Memorandum Account – Gas (SOMA-G)	29518, 29519-G	
Part CV	Revised Customer Energy Statement Balancing Account - Gas (RCESBA-G)	29617-G	
Part CW	Gas Pipeline Expense and Capital Balancing Account	31679,30510,31680-G	
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Part DA	Statewide Marketing, Education and Outreach Expenditure Balancing Account.....	30434-G	
Part DC	Energy Data Center Memorandum Account – Gas	31288-G	
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Part DE	Gas Leak Survey and Repair Balancing Account (GLSRBA).....	31533,31534-G	
Part DF	SmartMeter™ Opt-Out Program Balancing Account – Gas (SOPBA-G).....	31537,31538,31539-G	
Part DG	Disconnection Memorandum Account - Gas (DMA-G).....	31695-G	(N)

(Continued)

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

Title of Sheet

**Cancelling Cal
P.U.C. Sheet No.**

34604-E ELECTRIC PRELIMINARY STATEMENT PART
GO
DISCONNECTION MEMORANDUM ACCOUNT -
ELECTRIC (DMA-E)
Sheet 1

34605-E ELECTRIC TABLE OF CONTENTS
Sheet 1

34558-E*

34606-E ELECTRIC TABLE OF CONTENTS
PRELIMINARY STATEMENT
Sheet 18

34523-E



ELECTRIC PRELIMINARY STATEMENT PART GO
DISCONNECTION MEMORANDUM ACCOUNT - ELECTRIC (DMA-E)

Sheet 1 (N)
 (N)

- GO. Disconnection Memorandum Account - Electric (DMA-E) (N)
1. PURPOSE: The purpose of the DMA-E is to record incremental expenses associated with complying with Decision (D.) 14-06-036, which approved the Residential Disconnection Settlement Agreement (Settlement Agreement) on credit, collection, and disconnection practices. Applicable incremental expenses include, but are not limited to, any IT, material, and vendor charges associated with implementing notices and payment arrangements or other related pilots during the term of the Settlement Agreement. (N)
 2. APPLICABILITY: The DMA-E shall apply to all customer classes, except for those schedules or contracts specifically excluded by the Commission.
 3. REVISION DATE: Disposition of the balance in this account shall be determined in PG&E's next General Rate Case proceeding or other appropriate filing, or as otherwise authorized by the Commission.
 4. RATES: The DMA-E does not have a rate component.
 5. ACCOUNTING PROCEDURE: PG&E shall maintain the DMA-E by making entries to this account at the end of each month as follows:
 - a) A debit entry equal to actual IT, material and vendor expenses associated with implementation of the Settlement Agreement,
 - b) A debit or credit entry equal to any amounts authorized by the Commission to be recorded in this account,
 - c) A debit or credit entry, as appropriate, to record the amounts to or from other accounts as approved by the Commission, and
 - d) An entry equal to the interest on the average balance in this account at the beginning of the month and the balance after the above entry, at a rate equal to one-twelfth of the rate on three-month Commercial Paper for the previous month, as reported in the Federal Reserve Statistical Release, H.15, or its successor. (N)

(Continued)



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Sheet 1

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	Maps, Contracts and Deviations.....	34526-E	
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PRELIMINARY STATEMENT

Sheet 18

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Part GE	Statewide Marketing, Education and Outreach Expenditure Balancing Account	32643-E
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Part GJ	Major Emergency Balancing Account (MEBA)	34390-E
Part GK	SmartMeter™ Opt-Out Program Balancing Account - Electric (SOPBA-E) ..	34519,34520,34521-E
Part GL	Hydro Licensing Balancing Account (HLBA)	34393-E
Part GM	Nuclear Regulatory Commission Rulemaking Balancing Account (NRCRBA)	34396-E
Part GN	San Francisco Incandescent Streetlight Replacement Account	34364-E
Part GO	Disconnection Memorandum Account - Electric (DMA-E)	34604-E (N)

(Continued)

**PG&E Gas and Electric
Advice Filing List
General Order 96-B, Section IV**

AT&T	Division of Ratepayer Advocates	Occidental Energy Marketing, Inc.
Albion Power Company	Douglass & Liddell	OnGrid Solar
Alcantar & Kahl LLP	Downey & Brand	Pacific Gas and Electric Company
Anderson & Poole	Ellison Schneider & Harris LLP	Praxair
BART	G. A. Krause & Assoc.	Regulatory & Cogeneration Service, Inc.
Barkovich & Yap, Inc.	GenOn Energy Inc.	SCD Energy Solutions
Bartle Wells Associates	GenOn Energy, Inc.	SCE
Braun Blaising McLaughlin, P.C.	Goodin, MacBride, Squeri, Schlotz & Ritchie	SDG&E and SoCalGas
California Cotton Ginners & Growers Assn	Green Power Institute	SPURR
California Energy Commission	Hanna & Morton	Seattle City Light
California Public Utilities Commission	In House Energy	Sempra Utilities
California State Association of Counties	International Power Technology	SoCalGas
Calpine	Intestate Gas Services, Inc.	Southern California Edison Company
Casner, Steve	K&L Gates LLP	Spark Energy
Cenergy Power	Kelly Group	Sun Light & Power
Center for Biological Diversity	Linde	Sunshine Design
City of Palo Alto	Los Angeles County Integrated Waste Management Task Force	Tecogen, Inc.
City of San Jose	Los Angeles Dept of Water & Power	Tiger Natural Gas, Inc.
Clean Power	MRW & Associates	TransCanada
Coast Economic Consulting	Manatt Phelps Phillips	Utility Cost Management
Commercial Energy	Marin Energy Authority	Utility Power Solutions
Cool Earth Solar, Inc.	McKenna Long & Aldridge LLP	Utility Specialists
County of Tehama - Department of Public Works	McKenzie & Associates	Verizon
Crossborder Energy	Modesto Irrigation District	Water and Energy Consulting
Davis Wright Tremaine LLP	Morgan Stanley	Wellhead Electric Company
Day Carter Murphy	NLine Energy, Inc.	Western Manufactured Housing Communities Association (WMA)
Defense Energy Support Center	NRG Solar	YEP Energy
Dept of General Services	Nexant, Inc.	