



ELECTRIC PRELIMINARY STATEMENT PART GA
GREENHOUSE GAS EXPENSE MEMORANDUM ACCOUNT

Sheet 1

(N)
(N)

GA. Greenhouse Gas Expenses Memorandum Account (GHGEMA)

(N)

1. PURPOSE: The purpose of the Greenhouse Gas Expense Memorandum Account (GHGEMA) is to track authorized and actual expenses incurred to implement, administer, market and educate customers regarding greenhouse gas (GHG) allowance revenues and costs.
2. APPLICABILITY: The GHGEMA shall apply to all customer classes, except for those schedules or contracts specifically excluded by the Commission.
3. REVISION DATE: Disposition of the balances in this account shall be determined in a proceeding as determined by the Commission, and through the Greenhouse Gas Revenue Balancing Account (GHGRBA).
4. RATES: The GHGEMA does not have a rate component.
5. ACCOUNTING PROCEDURE: The GHGEMA consists of the following three subaccounts:

(N)

MARKETING & PUBLIC RELATIONS SUBACCOUNT: The purpose of this subaccount is to track expenses related to the use of a marketing and public relations firm to assist in customer outreach and education efforts related to greenhouse gas allowance returns to customers up to PG&E's share of the \$500,000 cap.

CUSTOMER OUTREACH SUBACCOUNT: The purpose of this subaccount is to track customer outreach and education expenses related to greenhouse gas allowance returns to customers up to the authorized cap(s). The balance in this subaccount will be rolled over for use in subsequent years.

ADMINISTRATIVE SUBACCOUNT: The purpose of this subaccount is to track administrative expenses incurred for implementing and administering GHG allowance revenue returns to customers. The balance in this subaccount will be rolled over for use in subsequent years.

I. Marketing and Public Relations Subaccount

The following entries shall be made to the subaccount each month, as applicable:

- a) A credit entry equal to the GHG allowance revenue transferred from the GHGRBA authorized to be set aside for marketing and public relations;
- b) A debit entry equal to the marketing and public relations expenses related to communicating greenhouse gas allowance returns to customers incurred, up to the authorized cap;
- c) An entry to record the transfer of amounts to and from other accounts as approved by the Commission, and
- d) 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.

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Advice 4181-E
Decision 12-12-033

Issued by
Brian K. Cherry
Vice President
Regulatory Relations

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Resolution



**ELECTRIC PRELIMINARY STATEMENT PART GA
GREENHOUSE GAS EXPENSE MEMORANDUM ACCOUNT**

Sheet 2

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5. ACCOUNTING PROCEDURE: (Cont'd.)

(N)

II. Customer Outreach and Education Subaccount

The following entries shall be made to the subaccount each month, as applicable:

- a) A credit entry equal to GHG allowance revenue transferred from the GHGRBA authorized to be set aside for customer outreach and education;
- b) A debit entry equal to the customer outreach and education expenses related to communicating greenhouse gas allowance returns to customers incurred up to the approved cap(s);
- c) An entry to record the transfer of amounts to and from other accounts as approved by the Commission, and
- d) 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.

III. Administrative Subaccount

The following entries shall be made to the subaccount each month, as applicable:

- a) A credit entry equal to GHG allowance revenue transferred from the GHGRBA authorized to be set aside for implementing and administering the distribution of GHG revenues to customers;
- b) A debit entry equal to the administrative expenses incurred for implementing and administering GHG allowance revenue returns to customers;
- c) An entry to record the transfer of amounts to and from other accounts as approved by the Commission, and
- d) 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.

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