ELECTRIC PRELIMINARY STATEMENT PART HJ Sheet 1
INTEGRATED RESOURCE PLANNING COST MEMORANDUM ACCOUNT

HJ. Integrated Resource Planning Cost Memorandum Account (IRPCMA)

1. PURPOSE: The purpose of the IRPCMA is to record payments associated with third party Integrated Resource Planning (IRP) technical contractor activities invoiced through the Commission. In Decision (D.) 18-02-018, the Commission authorized, beginning with the 2017-18 fiscal year, expenditures of up to, but no more than $3 million annually for six years, for a total cost by PG&E, Southern California Edison Company, and San Diego Gas & Electric Company not to exceed $18 million. The annual funds may be carried forward and expended in subsequent years and are eligible to be rolled over annually until no later than 2030. Decision 24-02-047 authorized an additional $18 million total across all three utilities over the next six years, with unused funding available to be rolled over until no later than 2035. Additionally, the costs shared among the utilities are to be allocated based on a proportional basis of projected load share in 2030, as determined by the Commission.

2. APPLICABILITY: The IRPCMA shall apply to all customer classes, except for those specifically excluded by the Commission.

3. REVISION DATE: Disposition of the balances in this account will be annually through the Annual Electric True-Up Advice Filing through the Distribution Revenue Adjustment Mechanism (DRAM).

4. RATES: The IRPCMA does not have a rate component.

5. ACCOUNTING PROCEDURE: PG&E will maintain the IRPCMA by making entries to this account at the end of each month, or as applicable, as follows:

   a. A debit entry equal to payments made to the Commission or their third-party IRP technical contractors;

   b. A credit entry to record the transfer of amounts to and from other accounts as approved by the Commission; and

   c. An entry equal to interest on the average balance in the account at the beginning of the month and the balance after entry 4.a, 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. Effective January 1, 2026, the monthly interest rate equals the sum of 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, plus one-twelfth of the yield spread adjustment to the Commercial Paper Rate as authorized by the Commission, as defined in Electric Preliminary Statement Part H for electric accounts or Gas Preliminary Statement Part S for gas accounts. (N) | | | | (N)