



**ELECTRIC PRELIMINARY STATEMENT PART HX**  
WILDFIRE MITIGATION PLAN MEMORANDUM ACCOUNT (WMPMA)

Sheet 1

HX. Wildfire Mitigation Plan Memorandum Account (WMPMA)

1. **PURPOSE:** The purpose of the Wildfire Mitigation Plan Memorandum Account (WMPMA) is to record, pursuant to Assembly Bill (AB) 1054 (Public Utilities Code Section 8386.4 (a)) and a Wildfire Mitigation Plan approved by the Commission, incremental costs incurred to implement an approved wildfire mitigation plan that are not otherwise recovered in PG&E's adopted revenue requirements. Such costs may include expense and capital expenditures for activities including but not limited to: operational practices, inspection programs, system hardening, enhanced vegetation management, enhanced situational awareness, public safety power shutoffs, and alternative technologies. Costs recorded to the WMPMA will not include costs approved for recovery in PG&E General Rate Cases (GRCs) or recovered through PG&E's Catastrophic Event Memorandum Account (CEMA), Fire Hazard Prevention Memorandum Account (FHPMA), Fire Risk Mitigation Memorandum Account (FRMMA), or other cost recovery mechanisms.

Upon issuance of securitized debt under AB 1054 to fund capital expenditures in the WMPMA, 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.

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(N)

2. **APPLICABILITY:** The WMPMA applies to all customer classes, except for those specifically excluded by the Commission.
3. **REVISION DATE:** Disposition of the balance in this account will be established by a Commission decision through a GRC application or through other appropriate filing as otherwise authorized by the Commission.
4. **RATES:** The WMPMA does not have a rate component.
5. **ACCOUNTING PROCEDURE:** PG&E shall maintain the WMPMA by making entries to this account at the end of each month, or as applicable, as follows:
  - a. A debit entry equal to the expenses, net of RF&U, incurred related to implementation of an approved wildfire mitigation plan.
  - b. A debit or credit entry equal to the revenue requirement based on the recorded capital costs, net of RF&U, associated with the incremental costs of plant related to wildfire reduction work. Capital revenue requirements include depreciation expense, return on investment, federal and state income taxes, and property taxes associated with the costs of installed equipment.
  - c. A credit or debit entry to transfer all or a portion of the balance to other accounts for future rate recovery, as approved by the Commission.
  - d. A monthly credit entry equal to one-seventeenth (or amortization period approved) of the interim rate relief as authorized by the CPUC in Decision 20-10-026, or future Decisions as authorized by the Commission.
  - e. An entry equal to the interest on the average of the balance in the account at the beginning of the month and the balance in the 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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