



**ELECTRIC PRELIMINARY STATEMENT PART KD** Sheet 1  
INCOME-GRADUATED FIXED CHARGE MEMORANDUM ACCOUNT (IGFCMA)

(N)  
(N)

**KD. INCOME-GRADUATED FIXED CHARGE MEMORANDUM ACCOUNT (IGFCMA)**

(N)

1. **PURPOSE:** The purpose of the Income Graduated Fixed Charge Memorandum Account (IGFCMA) is to track and record the actual incremental implementation costs of implementing income-graduated fixed charges pursuant to Decision (D.) 24-05-028.
2. **APPLICABILITY:** The IGFCMA 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 future General Rate Case (GRC) or rate design window application proceeding.
4. **RATES:** The IGFCMA does not have a rate component.
5. **ACCOUNTING PROCEDURE:** PG&E shall maintain the IGFCMA by making entries to this account at the end of each month, or as applicable, as follows:
  - a. A debit entry equal to the actual incremental expenses incurred to implement income-graduated fixed charges.
  - b. A debit or credit entry equal to the revenue requirement associated with actual incremental capital costs incurred. Capital-related 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 debit or credit entry, as appropriate, to transfer all or a portion of the balance in this account to other accounts, as may be approved by the Commission.
  - d. 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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