



GAS PRELIMINARY STATEMENT PART BQ
PENSION CONTRIBUTION BALANCING ACCOUNT

Sheet 2

BQ. PENSION CONTRIBUTION BALANCING ACCOUNT (PCBA-G) (Cont'd.)

6. ACCOUNTING PROCEDURE: PG&E shall maintain the PCBA-G by making entries at the end of each calendar year as follows:

- a. A debit (if the actual contribution was higher) or credit (if the actual contribution was lower) entry, if applicable, equal to the amount calculated in Section 5;
- b. An entry equal to interest on the average balance in the account at the beginning of the month and the balance after the above entries, at a rate equal to 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. 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; and
- c. A debit or credit entry, as applicable, to transfer the core portion of the December 31st balance to the functional subaccount of the CFCA and the noncore portion of the December 31st balance to the functional subaccount of the NCA for recovery in the Annual Gas True-Up filing, or as otherwise authorized by the CPUC. The balance in the account shall be allocated to functional revenue requirements and rate classes based on the allocation factors adopted for the year.

(N)
|
|
|
(N)