



**GAS PRELIMINARY STATEMENT PART BT** Sheet 1  
**NON-TARIFFED PRODUCTS AND SERVICES BALANCING ACCOUNT**

**BT.NON-TARIFFED PRODUCTS AND SERVICES BALANCING ACCOUNT – GAS (NTBA-G)**

**PURPOSE:** The purpose of the Non-Tariffed Products and Services Balancing Account – Gas (NTBA-G) is to record the customer share of revenues net of costs and income taxes associated with new Non-Tariffed Products and Services (NTP&S) pursuant to Affiliate Transaction Rule VII.

Costs and revenues will be tracked for appropriate disbursement of revenues, net of expense, to customers and shareholders via the 50/50 sharing mechanism as approved in Application (A.)98-05-007 by Decision (D.)99-04-021.

The NTBA-G mechanism does not apply to NTP&S in PG&E's existing NTP&S catalogue, which remains subject to Other Operating Revenue treatment, consistent with D.99-04-021.

- 2. **APPLICABILITY:** The NTBA-G applies to all customer classes, except for those specifically excluded by the Commission.
- 3. **RATES:** The NTBA-G does not currently have a rate component.
- 4. **ACCOUNTING PROCEDURE:** PG&E shall maintain the NTBA-G by making entries at the end of each month as follows:
  - a. An entry equal to the result of the following calculation:
    - i. 45% of the gross new NTP&S revenues.
    - ii. Less 45% of PG&E's new NTP&S costs including, but not limited to, contract implementation, telephone upgrades, IT costs, training, and labor time.
    - iii. The difference between i. and ii. multiplied by a factor of 37.21% (a function of the portion allocated to customers and the statutory tax rates, subject to update), in order to provide customers with 50% of the after-tax net revenues.

If the result of the calculation is positive (i.e. revenues exceed expenses), the entry will be a credit; if the result is negative, the entry will be a debit.
  - b. An entry equal to the interest on the average of the balance at the beginning of the month and the balance after the above entry 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)
  - c. A debit entry at the end of each year to transfer the balance from the NTBA-G to the CFCA (and included in the Annual Gas True-up filing), unless otherwise specified by the Commission, in order to properly credit customers with revenues pursuant to D.99-04-021. If the balance at the end of the year for any product or service category is a debit, no transfer will be made for that product or service category, and the balance for that product or service category will be reset to zero at the beginning of the year. (N)

PG&E will maintain accounting records to track associated revenues and costs for each new non-tariffed product or service approved by the Commission on a category by category basis.