



**GAS PRELIMINARY STATEMENT PART CL**  
**TRANSMISSION INTEGRITY MANAGEMENT PROGRAM**  
**BALANCING ACCOUNT**

Sheet 1

CL. Transmission Integrity Management Program Balancing Account (TIMPBA)

- 1. **PURPOSE:** The purpose of the Transmission Integrity Management Program Balancing Account (TIMPBA) is to track Transmission Integrity Management Program (TIMP) expenses incurred during the 2019 Gas Transmission and Storage (GT&S) rate case cycle (2019 through 2022), up to the total amounts adopted in D.19-09-025 (Appendix G, Table 1) or CPUC Decision further modifying adopted amounts. The TIMPBA is a one-way balancing account.

This account is comprised of a Main Account, which tracks amounts related to backbone transmission and/or storage activity that is recovered from all customers and a Local Transmission Subaccount, which tracks amounts related to local transmission activity that is recovered from all customers except Backbone Service-Level end-use customers who do not fund local transmission activities.

(N)  
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(N)

- 2. **APPLICABILITY:** The TIMPBA will apply to all customer classes, except for those specifically excluded by the Commission.

- 3. **REVISION DATES:** At the end of the 2019-2022 GT&S rate case cycle, if the total balance (Main Account plus LT Subaccount) in the account is underspent, it will be returned to customers. The balances in Main Account and LT Subaccount will be trued up in rates. If the total balance in the account is zero or overspent and either the Main Account or LT Subaccount is underspent, the adopted funding recovered from customers will be reallocated between the Main Account and LT subaccount based on the ratio of actual expenses related to the Main Account and LT Subaccount to total actual expenses and the differences trued up in rates. Disposition of the balances in this account will be trued up at the end of the GT&S rate case cycle. Funding returned to, or subsequently recovered from core customers will be through the Core Cost Subaccount of the Core Fixed Cost Account. Funding returned to, or subsequently recovered from noncore customers will be through the LT Subaccount of the Noncore Customer Class Charge Account (if associated with the LT Subaccount) or through the Noncore Subaccount of the NCA (if associated with the main account)

(T)  
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(T)

- 4. **RATES:** The TIMPBA does not have a separate rate component.

- 5. **ACCOUNTING PROCEDURE:**

At the end of the 2019-2022 GT&S rate case cycle, if the sum of balances in the Main Account plus LT Subaccount is zero or overspent and either the Main Account or LT Subaccount is underspent, all amounts recorded in entry b. will be reversed and entry c will be recorded in the Main Account and LT Subaccount.

(N)  
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(N)

**MAIN ACCOUNT:**

(T)

The following entries will be made to the account each month or as applicable:

- a) A credit entry equal to one-twelfth of the annual adopted Transmission Integrity Management Program expenses.

(L)  
(L)

(Continued)



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Sheet 2

CL. Transmission Integrity Management Program Balancing Account (TIMPBA) (Cont'd)

5. ACCOUNTING PROCEDURE (Cont'd):

- b) A debit entry equal to the actual Transmission Integrity Management Program expenses, including benefit burdens. (L)  
(L)/(T)
- c) A debit entry equal to the reallocated adopted expenses between the Main Account and the LT Subaccount based on the ratio of actual expenses in the Main Account and the LT Subaccount compared to total actual expenses. This entry will only be recorded at the end of the 2019-2022 GT&S rate case cycle if the sum of the balances in the Main Account plus LT Subaccount is zero or overspent and either the Main Account or LT Subaccount is underspent. (N)  
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(N)
- d) An entry to transfer amounts to or from another account as authorized by the Commission. (L)/(T)  
|  
(L)
- e) An entry equal to the 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. (L)/(T)  
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(L)

6. LOCAL TRANSMISSION SUBACCOUNT: (N)

The purpose of the Local Transmission Subaccount is to separately track costs related to PG&E's local transmission system that are associated with the Transmission Integrity Management Program to ensure that these amounts are not recovered from/returned to backbone customers.

The following entries will be made each month, or as applicable, excluding an allowance for Revenue Fees and Uncollectible (RF&U) accounts expense.

- a) A credit entry equal to one-twelfth of the annual adopted TIMP expenses;
- b) A debit entry equal to the actual TIMP expenses incurred, including applicable benefits burden;
- c) A debit entry equal to the reallocated adopted expenses between the Main Account and the LT Subaccount based on the ratio of actual expenses in the Main Account and the LT Subaccount compared to total actual expenses. This entry will only be recorded at the end of the 2019-2022 GT&S rate case cycle if the sum of balances in the Main Account plus LT Subaccount is zero or overspent and either the Main Account or LT Subaccount is underspent;
- d) An entry to transfer amounts to or from another account as authorized by the Commission; and
- e) An entry equal to the interest on the average of the balance in this account at the beginning of the month and the balance in this 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. (N)