

37677-G 24853-G

San Francisco, California

GAS PRELIMINARY STATEMENT PART BQ PENSION CONTRIBUTION BALANCING ACCOUNT

Sheet 1

- BQ. PENSION CONTRIBUTION BALANCING ACCOUNT (PCBA-G)
 - 1. PURPOSE: The purpose of the PCBA-G is to record the gas revenue requirement associated with (T) the difference between adopted annual pension contributions and (i) lower contributions for any reason; or (ii) federally mandated higher contributions.
 - APPLICABILITY: The PCBA-G shall apply to all customer classes, except for any classes that may 2. be specifically excluded by the Commission.
 - REVISION DATE: Disposition of the balance in this account shall be determined annually in 3. conjunction with the Annual Gas True-Up filing via the Core Fixed Cost Account (CFCA) and Noncore Customer Class Charge Account (NCA).
 - 4. RATES: The PCBA-G does not currently have a rate component.
 - CALCULATION: At the end of each calendar year, PG&E shall determine whether the gas portion 5. of the actual pension contribution was higher or lower than the gas portion of the pension contribution adopted by the CPUC for that year.



(Continued)



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;
- (T)/(D) | | (T)/(D) (D) | | |

(D)

(T)

- 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; 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.

(T) | | | | (T)