



GAS PRELIMINARY STATEMENT PART FF Sheet 1
COVID-19 PANDEMIC PROCTIONS MEMORANDUM ACCOUNT (CPPMA)

FF- COVID-19 Pandemic Protection Memorandum Account – Gas (CPPMA-G)

1. **PURPOSE:** The purpose of the COVID-19 Pandemic Protection Memorandum Account (CPPMA) is to record and track incremental gas costs associated with implementing the Disaster Relief Rulemaking (R.18-03-011) related to the COVID-19 Pandemic as described in Resolution M-4842. Applicable costs include customer protection costs and any other costs approved to be recorded in this account associated with the COVID-19 Pandemic period, which began on March 4, 2020, as authorized by the Commission. Costs that can be attributed specifically to gas service will be recorded to this account. General costs that cannot be attributed specifically either to providing electric service or gas service will be allocated 55% electric and 45% gas.
2. **APPLICABILITY:** The CPPMA applies to residential and small business gas customers. Small business gas customers are defined per Gas Rule No. 1.
3. **REVISION DATE:** Disposition of the balances in this account will be addressed in a future cost recovery proceeding such as a General Rate Case, Cost Allocation Proceeding, or another proceeding, or as otherwise authorized by the Commission.
4. **RATES:** The CPPMA does not have a rate component.
5. **ACCOUNTING PROCEDURE:** PG&E shall maintain the CPPMA by making the following entries (excluding 5c), net of Revenue Fees and Uncollectibles (RF&U), to the account at the end of each month, or as applicable:
 - a. A debit entry equal to the actual incremental expenses associated with the customer protections applicable to PG&E and described in Resolution M-4842 as authorized by the Commission to be recorded to this account;
 - b. A debit entry equal to the waived charges associated with customer protection compliance;
 - c. A debit entry equal to the incremental uncollectible expenses during the COVID-19 Pandemic period for small business customers; (T)
 - d. A debit or credit entry equal to the capital-related revenue requirement related to the actual capital costs incurred if any. 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;
 - e. A debit entry equal to the pro rata cost of the associated credit facilities, including upfront and drawn interest expense on residential and small business incremental COVID-19 related revenue shortfalls;

(Continued)

<i>Advice Decision</i>	4334-G-A	<i>Issued by</i> Robert S. Kenney <i>Vice President, Regulatory Affairs</i>	<i>Submitted Effective Resolution</i>	<u>January 13, 2021</u> <u>June 11, 2020</u>
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GAS PRELIMINARY STATEMENT PART FF Sheet 2
COVID-19 PANDEMIC PROCTIONS MEMORANDUM ACCOUNT (CPPMA)

FF- COVID-19 Pandemic Protection Memorandum Account – Gas (CPPMA-G) (Cont'd)

(N)

5. ACCOUNTING PROCEDURE: (Cont'd)

- f. A debit entry equal to any other costs authorized by the Commission to be recorded to this account;
- g. A debit or credit entry, as appropriate, to record the transfer of amounts to or from other accounts as approved by the Commission, and
- h. An entry, as appropriate, each month equal to interest on the average balance in the account at the beginning of the month and the balance after the above entries, excluding entry 5.e., 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.

(N)