



ELECTRIC PRELIMINARY STATEMENT PART GV Sheet 1
DISTRIBUTION INTERCONNECTION MEMORANDUM ACCOUNT (DIMA)

GV. Distribution Interconnection Memorandum Account (DIMA)

1. **PURPOSE:** The purpose of the DIMA is to track the revenue requirement associated with actual interconnection costs that fall above or below the 25% Cost Envelope pilot, described in Decision (D.) 16-06-052. The Cost Envelope shall be based upon the cost estimate provided to the developer in the Generator Interconnection Agreement (GIA). The Cost Envelope caps the developer's responsibility at 25% above or below the GIA for costs subject to the Cost Envelope estimate.
2. **APPLICABILITY:** The DIMA will be recovered from all electric customer classes, except those specifically excluded by the California Public Utilities Commission (CPUC or Commission).
3. **REVISION DATE:** Disposition of the balance in this account will be addressed in PG&E's next General Rate Case, other separate proceeding, or as otherwise authorized by the Commission, subject to review and audit by the Commission.
4. **RATES:** The DIMA does not have a rate component.
5. **ACCOUNTING PROCEDURE:** Upon completion of each interconnection project, following the Permission to Operate letter, PG&E shall make the following monthly entries, as applicable, to the DIMA to record the revenue requirement associated with interconnection project costs that fall 25% above or below the GIA estimate, as follows:
 - a. A debit or credit entry equal to the amounts recorded in PG&E's Operations and Maintenance, and Administrative and General Expense Accounts that were incurred as a result of the actual cost of facilities and system upgrades incurred to implement each cost envelope project compared to the amounts included in the GIA estimate;
 - b. A debit or credit entry equal to the capital revenue requirements based on incurred capital costs above or below the 25% cost envelope. 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;
 - c. A debit or credit entry as appropriate to record the transfer of amounts to other accounts as approved by the Commission, plus the allowance for Revenue Fees and Uncollectible (RF&U) accounts expense; (T)
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 - d. 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, 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 Statistical Release, H.15 or its successor.