Revised Cancelling Original

Cal. P.U.C. Sheet No. Cal. P.U.C. Sheet No.

50055-E 46665-E

ELECTRIC PRELIMINARY STATEMENT PART IF Sheet 1
INCREMENTAL RESOURCE ADEQUACY PROCUREMENT MEMORANDUM ACCOUNT

IF. INCREMENTAL RESOURCE ADEQUACY PROCUREMENT MEMORANDUM ACCOUNT (IRAPMA)

- 1. PURPOSE: The purpose of the Incremental Resource Adequacy Procurement Memorandum Account (IRAPMA) is to track and record the costs related to the procurement of incremental resource adequacy (RA) capacity required by CPUC Decision (D.) 19-11-016 and related administrative costs that are not otherwise recovered in rates. Such costs may include: (1) procurement expense for incremental RA capacity allocated to PG&E's bundled customers and/or load-serving entities (LSE) that have opted-out of self-procurement, and (2) incremental administrative costs associated with the procurement. The IRAPMA will not include costs related to baseline procurement or costs recorded and recovered in another account.
- APPLICABILITY: The IRAPMA shall apply to all customer classes, except for those specifically excluded by the Commission.
- REVISION DATES: Disposition of the balances in the account shall be as authorized by the Commission.
- 4. RATES: The IRAPMA does not have a separate rate component.
- 5. ACCOUNTING PROCEDURE: The following entries will be made each month, or as applicable:
 - A debit entry equal to costs of incremental RA capacity purchased for PG&E's bundled customers and customers of LSEs that have opted-out of self-procurement that are not otherwise recovered in rates;
 - b) A debit entry equal to incremental administrative costs related to entry a) above;
 - An entry to record the transfer of amounts to or from other accounts as approved by the Commission; and

System RA Value Transferred to the New System Generation Balancing Account (NSGBA):

d) A credit entry equal to the value of the proxy RA resource that is transferred to the System Reliability Incremental Procurement Subaccount of the NSGBA to meet the system reliability incremental procurement targets pursuant to D.21-03-056. The IRAPMA resources will be recovered through a modified CAM balancing account once the Commission that approves the final cost recovery mechanism in the Integrated Resource Planning proceeding, R.20-05-003. The credit entry will use the most current market price benchmark for system RA capacity, which is approved in the Annual Energy Resource Recovery Account (ERRA) Forecast, and used to value RA capacity in the Power Charge Indifference Amount (PCIA) calculation;

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e) 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 the three-month Commercial Paper for the previous month, as reported in the Federal Reserve Statistical Release, H.15 or its successor.

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(Continued)

Advice 6222-E Decision D.21-02-028 Submitted Effective Resolution

June 16, 2021 December 28, 2020