



ELECTRIC PRELIMINARY STATEMENT PART JP

Sheet 1

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YIELD SPREAD ADJUSTMENT MEMORANDUM ACCOUNT - ELECTRIC (YSAMA-E)

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JP. YIELD SPREAD ADJUSTMENT MEMORANDUM ACCOUNT – ELECTRIC (YSAMA-E)

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1. **PURPOSE:** Starting on January 1, 2023, for all electric balancing and memorandum accounts that calculate interest using the three-month Commercial Paper rate, the YSAMA-E will track the difference between the interest on electric balancing and memorandum accounts using the three-month Commercial Paper rate and the interest using the three-month Commercial Paper rate plus the authorized yield spread adjustment (YSA). The YSA is calculated using the methodology proposed by PG&E in the 2023 Cost of Capital Proceeding (A.22-04-008). The YSA may be updated annually and is subject to Commission authorization in the 2023 Cost of Capital Proceeding.
2. **APPLICABILITY:** The YSAMA-E shall apply to all customer classes, except for those specifically excluded by the Commission.
3. **REVISION DATES:** Disposition of the balances in the account will be through a transfer to all impacted electric balancing and memorandum accounts as authorized by the Commission.
4. **RATES:** The YSAMA-E does not have a separate rate component.
5. **ACCOUNTING PROCEDURE:** The following entries will be made each month or as applicable:
 - a) A debit or credit entry equal to interest on the average monthly balance in all applicable electric balancing and memorandum accounts 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, plus one-twelfth of the YSA to the Commercial Paper Rate, as authorized by Commission.
 - b) A credit or debit entry equal to interest on the average monthly balance in all applicable electric balancing and memorandum accounts 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.
 - c) An entry to record the transfer of amounts to or from other accounts as approved by the Commission.

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