



**GAS PRELIMINARY STATEMENT PART AG  
CORE FIRM STORAGE ACCOUNT**

Sheet 1

AG. CORE FIRM STORAGE ACCOUNT (CFSA)

- 1. **PURPOSE:** The purpose of the CFSA is to record the costs and revenues associated with firm storage capacity allocated to core customers as adopted in Decision (D.) 03-12-061. The balance in this account will be incorporated into core procurement rates.

Descriptions of the terms and definitions used in this section are found in Preliminary Statement, Part C or in Rule 1.

- 2. **APPLICABILITY:** The CFSA applies to all core procurement rate schedules and contracts subject to the jurisdiction of the CPUC, except for those schedules and contracts specifically excluded by the CPUC.
- 3. **REVISION DATE:** The revision date applicable to the CFSA rate shall coincide with the revision date of the monthly core procurement rate or at other times, as ordered by the CPUC.
- 4. **FORECAST PERIOD:** The forecast test period will be as specified in the current Cost Allocation Proceeding.
- 5. **CFSA RATES:** CFSA rates are included in the effective rates set forth in each gas procurement rate schedule (see Preliminary Statement, Part B), as applicable.
- 6. **ACCOUNTING PROCEDURE:** PG&E shall make the following entries to the CFSA at the end of each month or when applicable:
  - a. a debit entry equal to one-twelfth of the total core firm storage base revenue requirement, excluding the allowance for Revenue Fees and Uncollectible (RF&U) accounts expense;
  - b. a debit entry equal to the core portion of the recorded carrying cost on PG&E working gas in storage;
  - c. a debit entry equal to the Independent Storage Providers costs allocated to core procurement customers, excluding an allowance for RF&U; (N)  
(N)
  - d. a credit entry equal to the core firm storage revenue from core procurement customers for the month, excluding the allowance for RF&U; (T)
  - e. a credit entry equal to the core firm storage revenue from CTAs pursuant to Schedule G-CFS, excluding the allowance for RF&U; (T)
  - f. a credit entry equal to the revenue received from the sale of released core storage capacity (T)
  - g. a credit entry equal to the revenues received from the storage component of the Net CTA-Rejected Capacity Costs billed to CTAs pursuant to Schedule G-CT, excluding the allowance for RF&U; and (T)
  - h. an entry equal to the interest on the average of the balance in the account at the beginning of the month and the balance after entries 6.a. through 6.g., above, 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. (T)  
(T)