



GAS PRELIMINARY STATEMENT PART FE

Sheet 1

GENERAL RATE CASE GAS DISTRIBUTION MEMORANDUM ACCOUNT (GRCGDMA) (T)

FE. GENERAL RATE CASE GAS DISTRIBUTION MEMORANDUM ACCOUNT – GAS (T)
(GRCGDMA-G) (T)

1. PURPOSE: The purpose of the General Rate Case Gas Distribution Memorandum Account (GRCGDA) is to record the under or overcollection resulting from a final GRC decision that is approved after the effective date of the adopted revenue requirement. Pursuant to decision (D.) 22-06-033, the GRCGDMA records the difference between the final adopted 2023 GRC gas distribution revenue requirement and the placeholder revenue requirement incorporated into rates on January 1, 2023. Note that the below accounting procedures will be expanded to include 2024 GRC revenue requirements should a final decision be approved in 2024. (T)

2. APPLICABILITY: The GRCGDMA shall apply to all customer classes, except for those specifically excluded by the Commission. (T)

3. REVISION DATES: Disposition of the balances in the account shall be through the Core Fixed Cost Account (CFCA) and the Noncore Customer Class Charge Account (NCA), as authorized by the Commission. (T)

4. RATES: The GRCGDMA does not have a separate rate component. (T)

5. ACCOUNTING PROCEDURE: The following entries will be made to the account net of Revenue Fees and Uncollectibles, upon implementation of a final decision in the 2023 GRC, or monthly as applicable: (T)

a. A one-time debit entry equal to the adopted annual 2023 GRC gas distribution revenue requirement, prorated monthly beginning January 1, 2023, until the final 2023 GRC decision is implemented; (T)

b. A one-time credit entry equal to the annual gas distribution placeholder revenue requirement included in rates on January 1, 2023, prorated monthly until the final 2023 GRC decision is implemented; (T)

c. An entry to record the transfer of amounts to or from other accounts as approved by the Commission; and (T)

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

(Continued)