

From: Dietz, Sidney
Sent: 11/2/2011 2:42:30 PM
To: 'Zafar, Marzia' (marzia.zafar@cpuc.ca.gov)
Cc:
Bcc:
Subject: Memo account language?

Marzia --

I am getting a lot of flack from Brian and Tom about the memo account, but have been working on some language that I think will work for us if it works for you. The account, ERRA or whatever, doesn't matter to me, but it seems to matter to some people -- this language puts it into DRAM, AET, and AGT. Let me know what you think.

Thanks!

yours,

sid

PG&E shall establish a memorandum account in which it shall record actual gas and electric revenue requirements and actual fees and revenues collected for the program. The amounts recorded in the memorandum account shall be transferred annually to PG&E's Gas Core Fixed Cost Account, Gas Noncore Customer Class Charge Account, and Electric Distribution Revenue Adjustment Account and recovered in PG&E's annual gas and electric true-up proceedings, subject to subsequent review and verification by the Commission for compliance with Commission decisions and rulings regarding the program. The Commission notes that the scope of its review of PG&E's program costs is a compliance review. The program is mandated by Commission directives and rulings and required to be offered by PG&E for the benefit of customers. Therefore, the Commission expects the review of PG&E's program costs to primarily focus on whether the costs can be verified and are incremental.