

April 1, 2014

California Public Utilities Commission  
Energy Division  
ED Tariff Unit  
505 Van Ness Avenue, 4<sup>th</sup> Floor  
San Francisco, CA 94102

**Re: Substitute Sheets for Advice 4374-E**

Dear Energy Division Tariff Unit:

An original and 1 copy of substitute sheets are attached for Advice 4374-E, *“Request to Establish the Hercules Safety and Service Enhancements Memorandum Account”*.

Per Energy Division request, PG&E is revising Preliminary Statement Part GG - *Hercules Safety and Service Enhancements Memorandum Account*, section 3, to include the language, “in a formal proceeding”. The line now reads, “Disposition of the balances in this account shall be determined by the Commission in a formal proceeding”.

In accordance with GO 96-B, Section 7.5.1, the substitute sheets are being served in the same manner as the original advice letter. For administrative convenience, a new Attachment 1 is being attached. Please discard the previously submitted Attachment 1.

Please telephone me at Redacted should you have any questions regarding the substitute sheets.

Redacted \_\_\_\_\_

Regulatory Relations

Attachment

Cal P.U.C.  
Sheet No.

Title of Sheet

Cancelling Cal  
P.U.C. Sheet No.

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33658-E\*      ELECTRIC PRELIMINARY STATEMENT PART  
GG  
HERCULES SAFETY AND SERVICE  
ENHANCEMENTS  
MEMORANDUM ACCOUNT  
Sheet 1

33659-E\*      ELECTRIC TABLE OF CONTENTS  
Sheet 1

33653-E

33660-E\*      ELECTRIC TABLE OF CONTENTS  
PRELIMINARY STATEMENT  
Sheet 18

33138-E



**ELECTRIC PRELIMINARY STATEMENT PART GG**  
**HERCULES SAFETY AND SERVICE ENHANCEMENTS**  
**MEMORANDUM ACCOUNT**

Sheet 1 (N)  
 (N)  
 (N)

- GG. Hercules Safety and Service Enhancements Memorandum Account (HSSEMA) (N)
1. PURPOSE: The purpose of the Hercules Safety and Service Enhancements Memorandum Account (HSSEMA) is to record incremental revenue requirements associated with safety and service enhancements capital expenditures. (N)
  2. APPLICABILITY: The HSSEMA shall apply to all customer classes, except for those schedules or contracts specifically excluded by the Commission.
  3. REVISION DATE: Disposition of the balances in this account shall be determined by the Commission in a formal proceeding.
  4. RATES: The HSSEMA does not have a rate component.
  5. ACCOUNTING PROCEDURE: PG&E shall maintain the HSSEMA by making entries to this account at the end of each month as follows:
    - a) A debit entry equal to the revenue requirement, excluding Franchise Fees and Uncollectible Allowance Expense (FF&U), based on the capital costs incurred. Capital-related revenue requirements include depreciation expense, the return on investment, federal and state income taxes, and property taxes associated with the costs.
    - b) A debit/(credit) entry, as appropriate, to record the transfer of amounts to or from other accounts as approved by the Commission, and
    - c) An entry equal to the interest on the average of the balance in this account at the beginning of the month and the balance in this account after the above entries at a rate equal to one-twelfth 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. (N)

Advice Letter No: 4374-E  
 Decision No.

Issued by  
**Brian K. Cherry**  
 Vice President  
 Regulatory Relations

Date Filed March 7, 2014  
 Effective \_\_\_\_\_  
 Resolution No. \_\_\_\_\_



ELECTRIC TABLE OF CONTENTS

Sheet 1

TABLE OF CONTENTS

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	Preliminary Statements .....	33649,32706,30376,32544,32398,30846,32783,33660*-E	(T)
	Rules .....	32424, 32425, 33001-E	
	Maps, Contracts and Deviations.....		
	Sample Forms .....	32777,32429,32726,32431,32504,33654,33209,32506,32648,32437,32508,32439-E	

(Continued)

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ELECTRIC TABLE OF CONTENTS  
 PRELIMINARY STATEMENT

Sheet 18

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Part GB	Greenhouse Gas Revenue Balancing Account.....	32421-E
Part GC	California Energy Systems for the 21 <sup>st</sup> Century Balancing Account .....	32455-E
Part GD	Smart Grid Pilot Deployment Project Balancing Account.....	32540-32542-E
Part GE	Statewide Marketing, Education and Outreach Expenditure Balancing Account .....	32643-E
Part GF	Customer Data Access Balancing Account- Electric .....	33136-E
Part GG	Hercules Safety and Service Enhancements Memorandum Account (HSSEMA) .....	33658*-E (N)

(Continued)

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