

ATTACHMENT 4							
TRANSITION COST ELIGIBILITY DETERMINATION FOR PG&E, EDISON, AND SDG&E							
Description	Eligibility			Regulatory Treatment	Required Action	Comments	Rate of Return Other than TCBA Rate
	Yes	No	Mixed				
10 Fuel and Fuel Transportation							
PG&E/SDG&E		x		These are going forward costs.	None	None	Not Applicable
Edison	x			Limited to portion of costs not recovered from market revenues arising from the uneconomic fixed portion of fuel and fuel transportation contracts.	None	Edison shall seek incurred costs in the annual TC proceeding.	0
11 QF Contracts	x			As incurred, contract price compared to market clearing price	None	May be impacted by restructuring/buyouts addressed in a separate proceeding.	0
12 Interutility Contracts	x			Same as for QF	None	None	0
13 Hydroelectric and Geotherm	x			Credit excess revenues beyond the revenue requirement to the TCBA.	None	None	Edison - 7.22%, PG&E- 7.13%
Hydro-relicensing - Past			x	Should be included in market valuation.	None	None	AFUDC Rate
Pumped Storage			x	Complete ratemaking determination deferred to A96-07-009	None	None	Reduced ROR
14 Regulatory Assets/Liabilities							
Workers' Compensation - PG&E		x		Going forward costs.	None	No bright line between pre and post 1998.	Not Applicable
Long Term Disability - PG&E			x	Pre 1998 is eligible and post 1998 are going forward costs.	None	None	No TCBA Interest
Post-Retirement Benefits - Edison			x	Same as Above	None	None	No TCBA Interest
PBOPS/Trans. Benefit Oblig.- All			x	Pre 1998 is eligible and post 1998 are going forward costs.	None	None	No TCBA Interest
Pension/Trans. Benefit Oblig. - All			x	Regulatory liability should be used to offset TBO regulatory asset and any excess to TCBA.	None	None	No TCBA Interest
Environmental Compliance			x	None	None	Seek eligibility after costs are incurred.	Not Applicable
Gain or loss on reacquired debt			x	Pre 1998 is ineligible and post 1998 are eligible.		Seek recovery if/when incurred.	0
15 Deferred Taxes	x			Amortize tax receivables and payables to zero by the end of the transition period.	None	Accelerate along with underlying asset.	0
16 Balancing Accounts							
ECAC and ERAM	x			ECAC under/over collections	None	None	0
17 WAPA - PG&E	x			True-up in annual transition cost proceeding	None	None	0
18 QF Buyouts - PG&E	x			Record in the TCBA when approved.	Track in a memo account.	None	0