



PRELIMINARY STATEMENT

Sheet 1

III. MEMORANDUM ACCOUNTS

INTERVAL METERING PROGRAM MEMORANDUM ACCOUNT (IMPMA)

1. Purpose

The purpose of the Interval Metering Program Memorandum Account (IMPMA) is to record incremental costs incurred by the utility to implement the Interval Metering Program (IMP) and the funding provided by the California Energy Commission (CEC), which is authorized by Assembly Bill (AB) X1-29 and Senate Bill (SB) X1-5.

2. Applicability

The IMPMA shall apply to all customers, unless the Commission specifically excludes any customer classes.

3. Rates

The IMPMA does not have a rate component.

4. Accounting Procedure

The utility shall maintain the IMPMA by making the following entries at the end of each month as follows:

- a. A debit entry equal to the incremental capital-related costs, including depreciation, return on investment and related taxes. Capital costs for the program include, but are not limited to, procurement and installation of meters and other equipment for customers subject to the program.
- b. A debit entry equal to the incremental Operation & Maintenance (O&M) costs incurred by the utility associated with the program including, but not limited to, customer site survey and engineering expenses, telephone and web communication costs, customer training expenses, existing meter removal, testing and disposal costs, project management and administration expenses.
- c. A credit entry equal to funding received from the CEC to implement the program.
- d. An entry equal to the interest on the average of the balance at the beginning of the month and the balance after entries 4.a through 4.c 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, G.13, or its successor publication.

5. Disposition

Recovery of any undercollection in the IMPMA and any undepreciated capital costs associated with this program shall be determined in the utility's next cost of service proceeding. Any overcollection in the IMPMA at the end of the program will first be applied toward recovery of the undepreciated capital costs associated with this program. Any overcollected balance remaining in the account thereafter will be refunded to the CEC.

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Vice President
Regulatory Affairs

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