PRELIMINARY STATEMENT
Transportation Electrification FC1 Program Balancing Account

BBB. Transportation Electrification FC1 Program Balancing Account (N)

1. **PURPOSE**
The Transportation Electrification FC1 Program Balancing Account (TEBA) is a one-way balancing account which records the costs associated with the Funding Cycle 1 (FC1) program, including pre-program administrative costs prior to FC1 launch. The passage of AB 841 and the resulting EV Infrastructure Rules clarified the scope and magnitude of the Investor-Owned Utilities' (IOU) transportation electrification role to support and enable the transportation electrification market by acting as utility-side infrastructure and fuel providers. The FC1 program will help the state meet its transportation electrification goals by reducing the installation costs for EV charging infrastructure. The five-year funding cycle timeline provides clarity, certainty, and a reasonable timeframe for the periodic evaluation of the need for IOU behind-the-meter transportation electrification investments. This balancing account was authorized in Decision No. 22-11-040, Ordering Paragraph No. 4.

2. **APPLICABILITY**
The Program Administrator shall be responsible for the Rebate Program Rulebook and the Implementation Plan. The Rebate Program Rulebook shall contain information about the rebate and marketing, education, and outreach (ME&O) programs, customer rules, and program delivery rules. This is the practical information that the Program Administrator will use to implement the FC1 program.

3. **RATES**
The TEBA costs shall be recovered through distribution rates allocated on an equal per kilowatt hour basis applied to all customer classes.

4. **ACCOUNTING PROCEDURES**
BVES shall maintain the TEBA by recording the following entries at the end of each month:

   a) A debit entry equal to costs associated with the FC1 program; disbursement of appropriate funds to the Program Administrator, costs for program administration, technical support and evaluations, Technical Assistance (TA) programs, and ME&O programs.

   b) A credit entry equal to the revenue collected through the per kilowatt hour rate allocated to all customer classes included in distribution rates.

   c) An entry equal to reflect any transfers to other regulatory accounts for recovery in rates, as authorized by the Commission; and

   d) An entry to record the interest on the average balance at the beginning of the month and the balance after the entries 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, H.15, or its successor publication.

(N)

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BBB. Transportation Electrification FC1 Program Balancing Account (TEBA) Con'td (N)

5. **EFFECTIVE DATE**
   The TEBA shall be effective on February 18, 2023.

6. **DISPOSITION**
   Dispositions of amounts recorded in the TEBA shall be determined in a subsequent Regulatory proceeding, as authorized and fully reviewed by the Commission. (N)