

PRELIMINARY STATEMENTS

T. MILITARY FAMILY RELIEF PROGRAM MEMORANDUM ACCOUNT (MFRPMA) (L)

GSW shall maintain a Military Family Relief Program Memorandum Account ("MFRPMA") to provide for review and potential recovery of reduced revenues resulting from implementation of the Military Family Relief Program as described in Rule No. 22.

Purpose

The purpose of the MFRPMA is to record all uncollectibles and program-related expenses for the implementation and administration of the Military Family Relief Program.

The MFRPMA will consist of two components (sub-accounts):

Program-related administrative expenses: to track costs such as printing, publishing, and mailing related notices.

Program-related uncollectible billing expenses: to track program-qualified uncollectible Billing costs directly associated with the Military Family Relief Program.

GSW shall maintain the MFRPMA by making entries at the end of each month as follows:

- a. A debit entry shall be made to each of the MFRPMA sub-accounts at the end of each month to record the costs.
- b. A debit entry equal to interest on the balance in the account at the beginning of the month and half the balance after the above entry (a.), at the rate equal to one-twelfth of the rate on three month Commercial Paper, as reported in the Federal Reserve Statistical Release, H.15 or its successor.

Disposition of amounts recorded in the MFRPMA shall be determined in a formal proceeding such as the next general rate case applicable to Bear Valley Electric Service, or by separate application filed by GSW as deemed appropriate by the Commission. The MFRPMA shall be operable until the effective date of the first general rate case applicable to BVES following the effective date of Resolution E-3997, unless extended by the Commission in that general rate case.