

Preliminary Statement BK

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BK. Conservation Regulation Memorandum Account (CRMA)

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1. Purpose

The purpose of the Conservation Regulation Memorandum Account (CRMA) is to record any incremental expenses that are required to comply with the "Making Conservation a California Way of Life" Regulation of the State Water Resources Control Board that are not in rates or otherwise tracked in another memorandum or balancing account, such as the Conservation Expense Balancing Account.

2. Applicability

The CRMA is applicable to all regulated ratemaking areas.

3. Accounting Procedures

- a) The CRMA will track the difference between the conservation expenses authorized in rates and conservation expenses required to comply with the Making Conservation a California Way of Life Regulation.
- b) Monthly interest expense will be calculated at 1/12 of the most recent month's interest rate on Commercial Paper (prime, 90-day) published in the Federal Reserve Statistical Release.

4. Disposition

Amounts recorded in the Memorandum Account are subject to a reasonableness review in a General Rate Case, or in an appropriate advice letter filing consistent with General Order 96-B.

5. Effective Date

The CRMA is effective on January 25, 2024, the date Advice Letter 2509 was submitted requesting establishment of the CRMA.

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<small>(To be inserted by utility)</small>	<small>Issued By</small>	<small>(To be inserted by CPUC)</small>
Advice Letter <u>2509-A</u>	<u>Greg Milleman</u>	Date Filed <u>04/16/2024</u>
Decision	<u>Vice President</u>	Effective <u>01/25/2024</u>
	<u>Rates and Regulatory Affairs</u>	Resolution _____