

**PRELIMINARY STATEMENT**

**25. Transportation Electrification Framework Balancing Account (TEFBA)**

1. Purpose

The purpose of the TEFBA is to track and record funding for the long-term Transportation Electrification Framework (TEF) program and associated activities. The TEF policy was adopted in Decision No. ("D.") 22-11-040. The Funding Cycle 1 (FC1) framework includes a five-year (2025-2029) funding cycle of \$1 billion between the California electrical corporations. The funding allocation is based on each IOU's percentage of electric sales for 2024. Liberty's share is 0.3%, resulting in a total of \$3.133 million over five years. Liberty shall disburse appropriate funds to the Program Administrator. Pursuant to D.22-11-040, total FC1 rebate funding in Liberty's service territory shall be capped based on its funding contribution, after deducting costs for program administration, technical support and evaluations, the Locally Invested Transportation Equity (LITE) pilot program, Technical Assistance (TA) programs, and marketing, education, and outreach (ME&O) programs.

This one-way balancing account is established in accordance with D.22-11-040.

2. Accounting Procedures

Liberty shall maintain the TEFBA by recording the following entries at the end of each month:

- a. A debit entry equal to the amount issued by Liberty to the Program Administrator for Liberty's contribution to the TEF rebate program.
- b. A debit entry equal to the expenses incurred by Liberty for program administration, technical support and evaluations, the Locally Invested Transportation Equity (LITE) pilot program, Technical Assistance (TA) programs, and marketing, education, and outreach (ME&O) programs.
- c. A credit entry equal to the revenue requirement as adopted in D.22-11-040 to be collected through distribution rates allocated on an equal cent per kilowatt-hour basis applied equally to all customer classes.
- d. An entry to record monthly interest. Monthly interest will accrue at 1/12 of the interest rate on 3-month Commercial Paper for the previous month, as published in the Federal Reserve Statistical Release, H.15 or its successor publication.

3. Review and Disposition Procedures

Pursuant to D.22-11-040, review and disposition of balances in the TEFBA will occur in Liberty's GRC proceedings.