

**PRELIMINARY STATEMENT**  
(Continued)

**12. SYMBOLS (Continued)**

- (L) To signify material relocated from or to another part of tariff schedules with no change in text, rate, or rule or condition.
- (N) To signify new material including listing, rate, rule or condition.
- (R) To signify reduction.
- (T) To signify change in wording of text, but not change in rate, rule or condition.

**13. MEMORANDUM ACCOUNTS**

**A. Catastrophic Event Memorandum Account (CEMA)**

i. PURPOSE

The purpose of the Catastrophic Event Memorandum Account (CEMA) is to record all costs incurred by the Utility associated with a catastrophic event. The Utility will record the costs for the following in CEMA:

- 1. Restoring utility service to the Utility's Customers;
- 2. Repairing, replacing, or restoring damaged Utility facilities; and
- 3. Complying with governmental agency orders.

The authority to establish this account was granted in CPUC Resolution E-3238, dated July 24, 1991.

ii. PROCEDURE

- 1. A catastrophic event is defined as a disaster or state of emergency as declared by the appropriate federal or state authorities.
- 2. Should a catastrophic event occur, the Utility will inform the Commission by letter within 30 days after the event that the Utility has started accruing costs in the CEMA. The letter shall be mailed to the Director of the Commission Energy Division.

**(Continued)**

Advice Letter No. 28-E

Michael R. Smart  
Name  
President  
Title

Date Filed July 15, 2013

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**PRELIMINARY STATEMENT**  
(Continued)

**13. MEMORANDUM ACCOUNTS** (Continued)

**A. Catastrophic Event Memorandum Account (CEMA)** (Continued)

ii. PROCEDURE (Continued)

- 3. The letter shall specify the date, time and location of the catastrophic event. The letter shall also state which service areas are affected, the impact on the Utility's facilities, and give an estimate of the extraordinary costs expected to be incurred.
- 4. Entries to the CEMA shall be made at the end of each month commencing with the month in which the event occurs. The Utility shall record capital costs and expenses separately.
- 5. The Utility shall not record any capital costs or expenses incurred prior to the start of the declared disaster or state of emergency, as identified by the appropriate authorities.

iii. APPLICABILITY

The CEMA balance will be recovered from all customer classes, unless specifically requested for exclusion by the Utility.

iv. CHANGES IN RATES

Costs recorded in the CEMA may be recovered in rates only after a request by the Utility, a showing of reasonableness, and approval by the Commission. Such a request may be made by formal application specifically for that purpose, by inclusion in a subsequent general rate case, or other rate setting request.

(Continued)

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