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March 22, 2019

VIA ELECTRONIC MAIL

Alice Stebbins
Executive Director
California Public Utilities Commission
505 Van Ness Avenue, Room 5223
San Francisco, CA 94102

Re: Implementation of the Catastrophic Event Memorandum Account for 2019 Winter Storms

Dear Ms. Stebbins:

In accordance with Commission Resolution E-3238, dated July 24, 1991, and the associated currently effective tariff sheets (Electric Preliminary Statement Part G and Gas Preliminary Statement Part AC), Pacific Gas and Electric Company (PG&E) hereby provides notice that PG&E is recording costs associated with the repair of facilities and restoration of service associated with the 2019 Winter Storms in the Catastrophic Event Memorandum Account (CEMA). The costs associated with the 2019 Winter Storms declarations include repairs of electric distribution, electric generation and gas distribution facilities and costs associated with the restoration of electric and gas service as a result of the 2019 Winter Storms.

PG&E is submitting this letter to preserve the option of filing an application for cost recovery under CEMA provisions at a later date. Details about the disaster, the effects on PG&E's facilities, and the estimated repair and restoration costs are provided below:

1. <u>Disaster</u>

On February 21, 2019, the Governor of the State of California, Gavin Newsom, issued, as a result of the 2019 Winter Storms, a State of Emergency Proclamation under the California Emergency Services Act and section 8625 of the California Government Code for 21 counties, which included: Calaveras, El Dorado, Humboldt, Los Angeles, Marin, Mendocino, Modoc, Mono, Monterey, Orange, Riverside, San Bernardino, San Diego, San Mateo, Santa Barbara, Santa Clara, Shasta, Tehama, Trinity, Ventura, and Yolo (14 of the 21 counties are in PG&E's service area). The 2019 Winter Storms began on January 5, 2019, and brought high winds, substantial precipitation and flooding as the various atmospheric river weather systems swept through California.

On February 28, 2019, Governor Newsom, issued another Proclamation adding Amador, Glenn, Lake, Mendocino, and Sonoma counties to the 2019 Winter Storms State of Emergency Proclamation, as the effects of repetitive atmospheric river weather systems continued to cause widespread impacts throughout California. All of the counties are part of PG&E's service area.

2. Effects on PG&E's Facilities

As of March 8, 2019, the 2019 Winter Storms is estimated to have damaged approximately 4,900 Electric Distribution facilities, 8 Electric Generation facilities and 300 Gas Distribution facilities.

The March 2018 Storms is estimated to have disrupted service to approximately 2.3 million electric customers and approximately 300 gas customers across PG&E's service territory.

3. Estimated Restoration Costs

Electric Distribution estimates it will incur approximately \$115.1 million of incremental costs, of which \$53.7 million is estimated to be capital related and \$61.4 million is estimated to be expense related.

Electric Generation estimates it will incur approximately \$4.0 million of incremental costs, of which \$3.0 million is estimated to be capital related and \$1.0 million is estimated to be expense related.

Gas Distribution estimates it will incur approximately \$236 thousand of incremental costs, of which \$13 thousand is estimated to be capital related and \$223 thousand is estimated to be expense related.

If you have any questions about this CEMA notice, please do not hesitate to contact me at (415) 973-4464 or by email at Erik.Jacobson@pge.com.

Sincerely,

Erik B. Jacobson

Director - Regulatory Relations

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cc: Edward Randolph, Director, Energy Division (via e-mail to EnergyDivisionCentralFiles@cpuc.ca.gov)