



REG 10-12 Resolution E-4874

May 1, 2018

Edward Randolph Energy Division Director California Public Utilities Commission 505 Van Ness Avenue San Francisco, CA 94102-3298

RE: SDG&E 2017 Independent Marketing Division Annual Shareholder Funding Report

Dear Mr. Randolph,

In compliance with California Public Utilities Commission (Commission) Resolution E-4874 approved on August 18, 2016, this report includes the following pursuant to ordering paragraph eleven, restated herein:

11. San Diego Gas and Electric Company shall file a report with the Energy Division detailing the amount of spending and shareholder funding of the Independent Marketing Division. This report shall be filed annually on March 31, beginning in 2017, covering the previous calendar year, and should be published to its website. These reports shall continue annually until March 31, 2019, unless the Commission decides to extend them.

This report is being sent on behalf of all of SDG&E in compliance with Resolution E-4874. In response to ordering paragraph eleven of Resolution E-4874, SDG&E has no "Independent Marketing Division" within SDG&E that engages in lobbying or marketing with respect to CCA. Section 707 of the Public Utilities Code used "Independent Marketing Division" to refer to a division within the utility through which the utility could market on CCA related issues, subject to a code of conduct.

SDG&E's affiliate, Sempra Services Corporation (SSC), may engage in lobbying or marketing with respect to CCA. SDG&E does not have custody of any information regarding SSC's spending of its shareholder dollars in 2017. SDG&E has provided no funding to SSC.

SDG&E has an Application for Rehearing (AFR) pending that addresses the status of the affiliate and limits to the Commission's jurisdiction over the affiliate. Nothing here is intended to waive any points made by SDG&E in that AFR.

If you have any questions regarding this information, please contact me.

Sincerely,

/s/ SDG&E Regulatory Affairs

cc: SDG&E

Central Files