

SoCalGas and SDG&E PSEP Monthly Pipeline Safety Plan Status Report to the Commission for July 2019

Appendix D - SoCalGas/SDG&E PSEP Total Project Cost Summary as of July 2019

Table 1 - SoCalGas Cost Summary

| Cost Type | July 2019 Actuals ^(C) (in \$1,000) | Project-to-Date Actuals ^(C) (in \$1,000) |
|--|--|--|
| Total Pipeline Project Costs | 10,750 | 1,263,042 |
| Active Pipeline Projects ^{A-K} | 10,741 | 1,261,176 |
| Remediated or Removed Pipeline Projects | 9 | 1,866 |
| Total Valve Project Costs | 5,550 | 332,263 |
| Active Valve Projects ^{A-C, F-K} | 5,550 | 330,852 |
| Remediated or Removed Valve Projects | (1) | 1,411 |
| Total Records Review and Interim Safety Measure Costs^{A-E} | - | 18,436 |
| Total Pipeline and Valve Other Costs | 435 | 27,162 |
| Methane Detectors | - | 375 |
| Communications ⁽¹⁾ | - | 41 |
| Construction ⁽¹⁾ | (27) | 1,560 |
| Engineering ⁽¹⁾ | - | 586 |
| Training ⁽¹⁾ | 16 | 925 |
| Gas Control ⁽¹⁾ | - | 11 |
| Environmental ⁽¹⁾ | - | 19 |
| Supply Management ⁽¹⁾ | (1) | 1,938 |
| General Administration ⁽¹⁾ | 24 | 18,230 |
| Program Management Office ⁽¹⁾ | 423 | 3,477 |
| GRAND TOTAL SOCALGAS PSEP PROJECT COST | 16,735 | 1,640,903 |

Table 2 - SDG&E Cost Summary

| Cost Type | July 2019 Actuals ^(C) (in \$1,000) | Project-to-Date Actuals ^(C) (in \$1,000) |
|--|--|--|
| Total Pipeline Projects | 1,173 | 403,040 |
| Active Pipeline Projects ^{A-K} | 1,173 | 403,040 |
| Remediated or Removed Pipeline Projects | - | - |
| Total Valve Projects | 57 | 18,291 |
| Active Valve Projects ^{A-C, F-K} | 57 | 18,291 |
| Remediated or Removed Valve Projects | n/a | n/a |
| Total Records Review and Interim Safety Measure Costs^{A-E} | - | 1,422 |
| Other Costs | 630 | 4,466 |
| Methane Detectors | - | 117 |
| Communications ⁽¹⁾ | - | 8 |
| Construction ⁽¹⁾ | - | 18 |
| Engineering ⁽¹⁾ | - | 31 |
| Training ⁽¹⁾ | - | - |
| Gas Control ⁽¹⁾ | - | 1 |
| Environmental ⁽¹⁾ | - | 19 |
| Supply Management ⁽¹⁾ | 9 | 2,214 |
| General Administration ⁽¹⁾ | (6) | 1,091 |
| Program Management Office ⁽¹⁾ | 627 | 967 |
| GRAND TOTAL SDG&E PSEP PROJECT COST | 1,859 | 427,218 |

Tables 1 and 2 - Project Footnotes:

(1) General Management and Administration (GMA) pools. Dollars accumulated in GMA pools will be distributed to specific PSEP projects as work occurs on those specific projects. In addition, adjustment will be made due to changes in project plans, scope, and schedule from the original projection of O&M and Capital project spend.

Table 1 and 2 - Overall Financial Notes:

(A) Costs reflect actuals for the month of July 2019 and project-to-date costs from May 2012 to July 2019.

(B) Project costs do not reflect year-to-date actuals. There is some lag time in getting costs posted.

(C) Total project-to-date costs include direct costs, indirect costs, and applicable loaders.

(D) As of July 2019, the SoCalGas balance in the Pipeline Safety and Reliability Memorandum Account (PSRMA) reflects a balance of \$3,593,622 which includes regulatory account interest and is reduced for costs incurred prior to February 24, 2011 (i.e., the effective date of R.11-02-019), and reflects approximately \$43.2 million of amortization revenues to-date.

The overall regulatory account balance in SoCalGas' PSRMA has decreased from the June 2019 to July 2019 report because amortization exceeds interest for the current month.

(E) As of July 2019, the SDG&E balance in the Pipeline Safety and Reliability Memorandum Account (PSRMA) reflects a balance of \$525 which includes regulatory account interest and is reduced for costs incurred prior to February 24, 2011 (i.e., the effective date of R.11-02-019).

(F) As of July 2019, the SoCalGas balance in the Safety Enhancement Expense Balancing Account (SEEBA) reflects a balance of \$47,804,786 which includes balancing account interest and reflects approximately \$102 million of amortization revenues to-date.

(G) Pursuant to D.16-08-003, SoCalGas and SDG&E are authorized interim rate recovery of 50% of the recorded SDG&E balances, reduced by amounts currently under review by the Commission, in their SEEBA, Safety Enhancement Capital Cost Balancing Account (SECCBA) and PSRMA.

(H) As of July 2019, the SDG&E balance in the Safety Enhancement Expense Balancing Account (SEEBA) reflects a balance of \$5,811,811 which includes balancing account interest and approximately \$6.8 million of amortization revenues to-date.

(I) As of July 2019, the SoCalGas balance in the Safety Enhancement Capital Cost Balancing Account (SECCBA) reflects a balance of \$251,415,437 which includes balancing account interest and reflects approximately \$155.2 million of amortization revenues to-date.

(J) As of July 2019, the SDG&E balance in the Safety Enhancement Capital Cost Balancing Account (SECCBA) reflects a balance of \$71,016,249 which includes balancing account interest and approximately \$33.4 million of amortization revenues to-date.

(K) As of July 2019, the SoCalGas balance in the Pipeline Safety Enhancement Plan (Phase 2) Memorandum Account (PSEP-P2MA) reflects a balance of \$10,323,859 which includes balancing account interest.