

**TURN DATA REQUEST
TURN-SCG-DR-10
SOCALGAS 2016 GRC – A.14-11-004
SOCALGAS RESPONSE
DATE RECEIVED: APRIL 7, 2015
DATE RESPONDED: APRIL 22, 2015**

SCG-21 – Compensation, H&W, Incentives

1. Regarding Table DSR-9 on p. DSR-15 of SCG-21:
 - a. Please provide the amount of recorded Medical Expense costs for each year, 2005-2014.
 - b. Please identify the number of employees as of the end of each year, separated into part-time and full-time, recorded for 2004-2014 and forecasted for 2014-2016.
 - c. Assume for purposes of this question that the Commission assumes a smaller work force than SoCalGas has forecast for the 2016 test year for purposes of establishing the 2016 test year revenue requirement. Under those circumstances, would SoCalGas's Results of Operation model automatically reduce the forecast for Medical Expenses for the 2016 test year to reflect the reduced work force as compared to the utility's forecasts? If not, what steps would be necessary to ensure that the Medical Expenses used in the RO model are adjusted to reflect the assumed number of employees? Please explain the response.

SoCalGas Response:

- a. Please see the table below for the medical expenses by year for 2005-2014

(in \$'000s)

<u>Year</u>	<u>Amount</u>
2005	\$ 31,633
2006	35,208
2007	39,949
2008	43,053
2009	50,248
2010	51,660
2011	59,837
2012	66,062
2013	73,317
2014	75,288

The GRC forecast was developed according to the Rate Case Plan, which does not contemplate the use of 2014 recorded data and the forecasts were not developed using that information. While that recorded data may indicate lower spending than forecasted in some areas, it may also indicate higher spending than forecasted in others. Although this data is not part of SoCalGas' forecasts or within the scope of this case, SoCalGas is providing 2014 data in the spirit of cooperation without waiving the right to contest or respond to how the data is used. The utility is not permitted to revise its forecasts, either up or down, once the application is filed.

**TURN DATA REQUEST
TURN-SCG-DR-10
SOCALGAS 2016 GRC – A.14-11-004
SOCALGAS RESPONSE
DATE RECEIVED: APRIL 7, 2015
DATE RESPONDED: APRIL 22, 2015**

Response to Question 1 (Continued)

- b. Please see the tables below for the requested headcount information.

Year	Actual Headcount at Year End		
	Full-Time	Part-Time	Total
2014	7,429	895	8,324
2013	7,123	1,073	8,196
2012	6,518	1,270	7,788
2011	6,231	1,139	7,370
2010	5,887	1,180	7,067
2009	5,972	1,164	7,136
2008	6,006	1,182	7,188
2007	6,014	1,208	7,222
2006	6,068	1,174	7,242
2005	5,964	1,018	6,982

Year	Projected Headcount		
	Full-Time	Part-Time	Total
2014	7,285	1,093	8,378
2015	7,686	1,101	8,787
2016	7,995	1,105	9,100

The GRC forecast was developed according to the Rate Case Plan, which does not contemplate the use of 2014 recorded data and the forecasts were not developed using that information. While that recorded data may indicate lower spending than forecasted in some areas, it may also indicate higher spending than forecasted in others. Although this data is not part of SoCalGas' forecasts or within the scope of this case, SoCalGas is providing 2014 data in the spirit of cooperation without waiving the right to contest or respond to how the data is used. The utility is not permitted to revise its forecasts, either up or down, once the application is filed.

- c. Yes, the Results of Operation model will automatically reduce Medical Expenses for the 2016 test year to reflect reductions in SoCalGas' O&M and Capital labor forecasts.

**TURN DATA REQUEST
TURN-SCG-DR-10
SOCALGAS 2016 GRC – A.14-11-004
SOCALGAS RESPONSE
DATE RECEIVED: APRIL 7, 2015
DATE RESPONDED: APRIL 22, 2015**

2. For the workpapers SCG-21-WP, pages 44-46, please provide native Excel files with full working cells for all material on the referenced pages.

SoCalGas Response:

See attachment “Attachment TURN-SCG-DR-10 Question 2.xlsx”