

**ORA DATA REQUEST
ORA-SCG-147-MRK
SOCALGAS 2019 GRC – A.17-10-008
SOCALGAS RESPONSE
DATE RECEIVED: MARCH 1, 2018
DATE RESPONDED: MARCH 15, 2018**

Exhibit Reference: SCG-41
SCG Witness: Steffen
Subject: Miscellaneous Revenues/CIAC

Please provide the following:

1. In response to data request ORA-SCG-114-MRK, SCG sent ORA a copy of Tariff Rule 20 and Tariff Rule 21 to document the distinction between applicant-performed work and company work for CIAC and CAC projects. ORA has some questions regarding these Tariff Rules:

- a. Re Tariff Rule 21: Sheet 1, Paragraph A5 (Special or Added Facilities). Please clarify the treatment of the Applicant's contribution with respect to its accounting as a CAC advance or a CIAC contribution, clarifying the difference in accounting if the applicant or the utility performs the work.
- b. Sheet 8, Paragraphs D1 (Applicant Responsibility), D2 (Utility Responsibility), and D3 (Installation Options). Please clarify the treatment of the Applicant's contribution with respect to its accounting as a CAC advance or a CIAC contribution, clarifying the difference in accounting if the applicant or the utility performs the work. Please treat trenching as a special example.
- c. Sheet 9, Paragraph E4 (Payments). Please clarify the treatment of the Applicant's payment with respect to its accounting as a CAC advance or a CIAC contribution, clarifying the difference in accounting if the applicant or the utility performs the work.

SOCALGAS Response 01:

1a. With respect to SoCalGas Tariff Rule 21: Sheet 1, Paragraph A5 (Special or Added Facilities), the Applicant's contribution is treated as a CIAC contribution and recorded as a credit to CWIP to offset the costs incurred for the project. SoCalGas performs all work for special or added facilities.

1b. With respect to SoCalGas Tariff Rule 21: Sheet 8, Paragraphs D1 (Applicant Responsibility), D2 (Utility Responsibility), and D3 (Installation Options), any work performed by the Applicant under D1 where the ownership is conveyed to SoCalGas would be considered CIAC. The work performed under D2 by SoCalGas would be treated as CAC and recorded as a CAC liability. Any work under D1 performed by SoCalGas would be considered CIAC. Under D3, if the Applicant elects to use competitive bidding to install that portion of the new Service Facilities normally installed and owned by SoCalGas, in accordance with the same provisions outlined in Rule 20, the costs would be treated as CAC and refundable. Refer to response 1C, in data request ORA-SCG-146-MRK.

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SOCALGAS Response 01:-Continued

1c. With respect to SoCalGas Tariff Rule 21: Sheet 9, Paragraph E4 (Payments), E4 refers to payments for excess service and other, which represents SoCalGas' total estimated cost for any work that it performs, which is the Applicant's responsibility. These payments are considered non-refundable and would be treated as CIAC.