

Proceeding No.: A.20-04-014  
Exhibit No.: \_\_\_\_\_  
Witness: Stacy Fuhrer

**AMENDED PREPARED DIRECT TESTIMONY OF  
STACY FUHRER  
ON BEHALF OF  
SAN DIEGO GAS & ELECTRIC COMPANY**

**BEFORE THE PUBLIC UTILITIES COMMISSION  
OF THE STATE OF CALIFORNIA**



**April 20, 2020**

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GLOSSARY



1 This testimony is organized as follows:

- 2 1. Section II – 2021 Rate Impacts to Reflect Recovery of Updated Revenue
- 3 Requirements for ERRA, PABA, CTC, LG and SONGS;
- 4 2. Section III – 2021 Rates for the Return of GHG Allowance Revenues;
- 5 3. Section IV – 2021 PCIA Rates;
- 6 4. Section V – 2021 Rates for SDG&E’s GTSR Program;
- 7 5. Section VI – Summary and Relief Requested; and
- 8 6. Section VII – Qualifications.

9 **II. 2021 RATE IMPACTS TO REFLECT RECOVERY OF UPDATED REVENUE**  
10 **REQUIREMENTS FOR ERRA, PABA, CTC, LG AND SONGS**

11 SDG&E requests the recovery in rates of the following 2021 revenue requirements<sup>3</sup>  
12 presented in the direct testimony of SDG&E witness Khoang Ngo:

- 13 1. 2021 ERRA Revenue Requirement of \$597.164 million (\$604.409 million  
14 including Franchise Fees and Uncollectible Expenses (“FF&U”)) for recovery of  
15 the “up-to-market” energy procurement costs, which include GHG costs,  
16 associated with serving SDG&E’s bundled service customers;<sup>4</sup>
- 17 2. 2021 PABA Revenue Requirement of \$369.347 million<sup>5</sup> (\$373.828 million  
18 including FF&U) for recovery of the “above-market” costs and revenues

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Choice Aggregation load departure in 2021 while SDG&E’s revenue forecast does reflect departed load.

<sup>3</sup> The revenue requirement figures in this testimony exclude FF&U unless otherwise noted.

<sup>4</sup> SDG&E does not propose any changes to the allocation of commodity to customer classes as part of this proceeding. The allocation of commodity costs to customer classes was recently updated on December 1, 2017 per D.17-08-030.

<sup>5</sup> The PABA Revenue Requirement includes the PCIA under-collection balancing account (CAPBA) portion of roughly \$0 million, which is consistent with D.18-10-019 OP 9 to R.17-06-026. CAPBA is discussed in further detail in Section IV of my testimony.

1 associated with all generation resources that are eligible for cost recovery through  
2 PCIA rates,<sup>6 7</sup> and recovery of 2020 balances recorded to PABA of \$0 million  
3 including FF&U;<sup>8</sup>

4 3. 2021 CTC Revenue Requirement of \$16.473 million (\$16.673 million including  
5 FF&U) for recovery of above-market costs associated with CTC-eligible  
6 resources from all customers;<sup>9</sup>

7 4. 2021 LG Revenue Requirement of \$136.242 million (\$137.895 million including  
8 FF&U) for the recovery of net costs associated with resources approved by the  
9 California Public Utilities Commission (“Commission”) for Cost Allocation  
10 Mechanism (“CAM”) treatment for recovery from all benefiting customers,  
11 including all bundled service, Direct Access (“DA”) and Community Choice

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<sup>6</sup> In D.07-01-025, the Commission adopted the PCIA methodology for CCA customers.

<sup>7</sup> AL 3318-E, approved May 30, 2019 and effective January 1, 2019, established the PABA.

<sup>8</sup> D.19-10-001 authorized the recovery of the PABA prior year-end balance to be recovered through the ERRA Forecast filing in November.

<sup>9</sup> SDG&E does not propose any changes to the allocation of CTC to customer classes as part of this proceeding. The allocation of CTC to customer classes was updated December 1, 2017 per D.17-08-030.

1 Aggregation (“CCA”) customers,<sup>10</sup> and return of balances recorded to LGBA of  
2 \$(91.084) million including FF&U;<sup>11,12</sup> and

3 5. 2021 SONGS Unit 1 Offsite Fuel Storage Revenue Requirement of \$1.060  
4 million (\$1.073 million including FF&U) for the recovery of costs associated with  
5 the spent fuel storage costs.<sup>13</sup>

6 6. 2021 TMNBC Revenue Requirement as set forth in the Testimony of Khoang T.  
7 Ngo and confidentiality declaration attached thereto for recovery of costs  
8 associated with the tree mortality related procurement costs.<sup>14</sup>

9 Table 1 below compares the currently effective revenue requirements to the 2021  
10 proposed revenue requirements discussed above and the GHG Allowance revenues eligible for  
11 return to customers through electric rates discussed in more detail below in Section III.

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<sup>10</sup> In D.13-03-029, the Commission authorized SDG&E to implement the LGC rate component, which is designed to recover new generation costs for local reliability that are deemed to be subject to the CAM policy adopted in D.06-07-029 and D.11-05-005, as a per kilowatt hour non-bypassable charge from all benefiting customers including all bundled service, DA and CCA customers.

<sup>11</sup> Consistent with D.06-07-029, LGC is as a per kilowatt hour charge developed by allocating the net costs among all customer classes based on the 12-month coincident peak (“12 CP”) demand methodology, including bundled, DA and CCA customers, and then dividing the resulting customer class revenue by current authorized sales by customer class. SDG&E does not propose any changes to the allocation of LGC to customer classes as part of this proceeding. The allocation of LGC to customer classes was recently updated on December 1, 2017 per D.17-08-030.

<sup>12</sup> The exact amount of the LGBA recorded balance requested for return is \$(91,083,979).

<sup>13</sup> D.15-12-032 authorized SDG&E to recover the costs of SONGS Unit 1 Offsite Spent Fuel Storage through its ERRA proceeding.

<sup>14</sup> D.18-12-003, Ordering Paragraph (“OP”) 9, the TMNBC cost will be recovered through the public purpose program (“PPP”) charge. Accordingly, the revenue requirement associated with the TMNBC is not included in the rate impacts.

1  
2

**Table 1**  
**ERRA, PABA, CTC, LG, SONGS, and GHG Revenue Requirements (\$000)**

Line	Description	Current Authorized Revenue Requirement <sup>15</sup>		Proposed Revenue Requirement		Change from Current <sup>16</sup>	Change (%)
		w/o FF&U	w/ FF&U	w/o FF&U	w/ FF&U	w/ FF&U	w/ FF&U
1	ERRA <sup>17</sup>	\$791,611	\$801,215	\$597,164	\$604,409	\$(196,807)	-24.6%
2	PABA	\$359,065	\$363,421	\$369,347	\$373,828	\$10,406	2.9%
3	CTC	\$18,500	\$18,725	\$16,473	\$16,673	\$(2,052)	-11.0%
4	LG	\$131,320	\$132,914	\$136,242	\$137,895	\$4,981	3.7%
5	SONGS	\$1,060	\$1,073	\$1,060	\$1,073	\$-	0.0%
6	PABA Balance	\$251,008	\$254,054	\$-	\$-	\$(254,054)	-100.0%
7	LGBA Balance	\$14,248	\$14,420	\$(89,992)	\$(91,084)	\$(105,504)	-731.6%
8	<b>Subtotal</b>	\$1,566,813	\$1,585,822	\$1,030,293	\$1,042,794	\$(543,028)	-34.2%
<b>GHG Allowance Revenues Eligible for Return to Customers</b>							
9	Small Business Volumetric Return		\$(2,902)		\$-	\$2,902	-100.0%
10	Residential CCC		\$(87,310)		\$(122,477)	\$(35,166)	40.3%
11	Subtotal		\$(90,212)		\$(122,477)	\$(32,265)	35.8%
12	<b>Total<sup>18</sup></b>		\$1,495,610		\$920,317	\$(575,293)	-38.5%

3  
4  
5

Table 2 presents the class average rate impacts associated with the revenue requirements presented in Table 1. SDG&E is requesting rate recovery of those revenue requirements

<sup>15</sup> Authorized by D.20-01-005 and effective February 1, 2020 per AL 3500-E.  
<sup>16</sup> Differences may not equal due to rounding.  
<sup>17</sup> Includes GHG costs.  
<sup>18</sup> Sums may not equal due to rounding. Sums do not include the TMNBC revenue requirement. SDG&E is requesting approval of its 2021 TMNBC revenue requirement, which is set forth in the Testimony of Khoang T. Ngo and confidentiality declaration attached thereto. SDG&E omitted the 2021 TMNBC revenue requirement figures from this table due to confidentiality concerns and because the revenue requirement associated with the TMNBC will be collected via the PPP charge.

1 beginning January 1, 2021. The net \$543.028 million (including FF&U) decrease from the  
 2 currently effective revenue requirements would decrease the system average rate by 2.696 cents  
 3 per kilowatt hour (“kWh”), or 11.24%. Without the Residential Semi-Annual CCC, the system  
 4 average rate would decrease by 2.502 cents per kWh, or 10.22%. A typical non-California  
 5 Alternative Rates for Energy (“CARE”) residential customer in the inland climate zone using  
 6 400 kilowatt-hours could see a monthly summer bill decrease of 8.5%, or \$10.03 (from \$117.41  
 7 to \$107.38). A typical non-CARE residential customer in the inland climate zone using 400  
 8 kilowatt-hours could see a monthly winter bill decrease of 9.2%, or \$9.95 (from \$107.60 to  
 9 \$97.65).<sup>19</sup>

10 **Table 2**  
 11 **Illustrative Rate Impacts from 2020 ERRR, PABA, CTC, LG,**  
 12 **SONGS, and GHG Revenue Requirements<sup>20</sup>**

<b>Customer Classes</b>	<b>Current Effective Rates<sup>21</sup> (¢/kWh)</b>	<b>Proposed Rates (¢/kWh)</b>	<b>Change (¢/kWh)</b>	<b>Change (%)</b>
Residential	27.130	23.841	(3.289)	-12.12%
Small Commercial	25.084	23.009	(2.075)	-8.27%
Medium and Large Commercial and Industrial	22.123	19.598	(2.525)	-11.41%
Agriculture	16.980	15.270	(1.710)	-10.07%
Streetlighting	22.132	20.346	(1.786)	-8.07%
System	23.993	21.297	(2.696)	-11.24%

13  
<sup>19</sup> Customers’ actual bill impacts will vary with usage per month, by season and by climate zone. These changes do not reflect the TMNBC revenue requirement.

<sup>20</sup> These rate impacts do not reflect the TMNBC revenue requirement.

<sup>21</sup> Rates effective April 1, 2020 per AL 3514-E.



1 **III. RATES FOR RETURN OF THE GHG ALLOWANCE REVENUES**

2 In compliance with Decision (“D”) 12-12-033, the GHG allowance revenues eligible for  
3 return to customers is based on the GHG Allowance Revenues forecast of \$121.114 million  
4 (\$122.570 million including FF&U) presented in the testimony of SDG&E witness Stefan Covic,  
5 adjusted for the following:

- 6 1. Reconciliation of 2019 forecasted with 2019 year-end actuals recorded in GHG  
7 Revenue Balancing Account (“GHGRBA”) presented in the testimony of SDG&E  
8 witness Khoang Ngo of \$(0.985) million (including FF&U);
- 9 2. GHG expenses related to customer outreach and education and administrative  
10 costs presented in the testimony of SDG&E witness April Bernhardt of \$0.060  
11 million (including FF&U) that will be recorded in the GHG Customer Outreach  
12 and Education Memorandum Account (“GHGCOEMA”) and the GHG  
13 Administrative Costs Memorandum Account (“GHGACMA”); and
- 14 3. Solar on Multifamily Affordable Housing (“SOMAH”) Program funding<sup>22</sup> of \$0  
15 million (\$0 million including FF&U) as the required funding set aside has ended  
16 June 30, 2020.<sup>23</sup> In addition, Disadvantaged Community Single-Family Solar  
17 Homes (“DAC-SASH”) Program funding of \$1.030 million (\$1.042 million  
18 including FF&U), the DAC – Green Tariff (“DAC-GT”) Program funding of \$0

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<sup>22</sup> D.17-12-022 OP 4 requires the IOUs to “each shall reserve 10% of the proceeds from the sale of greenhouse gas allowances defined in Public Utilities Code Section 748.5 through its annual Energy Resource Recover Account (ERRA) proceedings for use in the Solar on Multifamily Affordable Housing program, starting with its ongoing 2018 ERRA forecast proceeding.”

<sup>23</sup> SB 92, subset (8), and the 2020 ERRA Decision (D.20-01-005) at page 28 state that SOMAH’s funding has concluded as of June 30, 2020. The Commission’s Proposed Decision (“PD”) for Rulemaking 14-07-002 and Application 16-07-015, issued on March 13, 2020, extends the SOMAH funding through June 30, 2026. This PD will be voted on no sooner than April 16, 2020. As such, SDG&E will include the SOMAH funding in its November 2021 ERRA Forecast Update.

1 million (\$0 million including FF&U), and the Community Solar Green Tariff  
 2 ("CSGT") Program funding of \$0 million (\$0 million including FF&U), also  
 3 presented in the testimony of SDG&E witness Stefan Covic.<sup>24</sup>

4 Table 3 below provides the current authorized and proposed GHG Allowance revenues to  
 5 determine the GHG Allowance revenues eligible for return to customers

6 **Table 3**  
 7 **GHG Allowance Revenues<sup>25</sup> Eligible for Return to Customers**

	<b>Current Authorized<sup>26</sup> (\$000)</b>	<b>Proposed (\$000)</b>	<b>Change (\$000)</b>	<b>Change (%)</b>
GHG Allowance Revenues	\$(112,373)	\$(121,114)	\$(8,741)	7.8%
Interest	\$136	\$(10)	\$(146)	-107.5%
GHG Expenses <sup>27</sup>	\$29	\$59	\$30	103.3%
Clean Energy/Energy Efficiency Program Costs	\$21,361	\$1,030	\$(20,331)	-95.2%
FF&U	\$(1,103)	\$(1,456)	\$(353)	32.0%
Prior Year GHGRBA Revenue Return True-Up <sup>28</sup>	\$1,311	\$(985)	\$(2,296)	-175.2%
<b>GHG Allowance Revenues Eligible for Return to Customers</b>	<b>\$(90,639)</b>	<b>\$(122,477)</b>	<b>\$(31,838)</b>	<b>35.1%</b>

8  
 9 The Emissions Intensive and Trade Exposed ("EITE") and Small Business Volumetric  
 10 Return has ended as of 2020.<sup>29</sup> As such, the GHG Allowance revenues eligible for return to

<sup>24</sup> On August 2, 2019, SDG&E filed AL 3412-E and separately on January 31, 2020 SDG&E filed AL 3501-E. SDG&E is waiting for approval of AL 3412-E, currently suspended by the Commission, and AL 3501-E is contingent on the approval of 3412-E.

<sup>25</sup> All values exclude FF&U unless otherwise noted.

<sup>26</sup> Authorized by D.20-01-005 and effective February 1, 2020 per AL 3500-E.

<sup>27</sup> GHG Expenses include utility outreach and administrative costs, including IT billing and program management costs, as well as statewide outreach costs.

<sup>28</sup> D.14-10-033, Finding of Fact ("FOF") 15 allows utilities to use a balancing account to maintain a record of allowance revenues.

<sup>29</sup> D.12-12-033, Appendix 2.

1 customers will be allocated to all residential customers on an equal cents-per-household basis,  
 2 which will be credited to customers semi-annually as a bill credit, also known as the Residential  
 3 Semi-Annual CCC.<sup>30</sup> Table 4 below presents the remaining GHG Allowance revenues available  
 4 for return through the Residential CCC of \$122.477 million, which results in a semi-annual  
 5 Residential CCC of \$45.29.

6 **Table 4**  
 7 **GHG Allowance Revenues<sup>31</sup> Eligible for Return through Residential CCC**

	<b>Current Authorized (\$000)<sup>32</sup></b>	<b>Proposed (\$000)</b>	<b>Change<sup>33</sup> (\$000)</b>	<b>Change (%)</b>
<b>GHG Allowance Revenues Eligible for Return</b>	\$90,639	\$(122,477)	\$(31,838)	35.1%
EITE Customer Return Revenues	\$427	\$-	\$(427)	-100.0%
Small Business Volumetric Return Revenues	\$2,902	\$-	\$(2,902)	-100.0%
<b>Residential CCC Revenues</b>	\$87,310	\$122,477	\$35,166	40.3%
<b>Residential Semi-Annual CCC (\$/semi-annual)</b>	\$32.28	\$45.29	\$13.02	40.3%

8  
 9 **IV. 2021 PCIA RATES**

10 In D.06-07-030, modified by D.07-01-030, the Commission established authority for the  
 11 PCIA component of the Cost Responsibility Surcharge (“CRS”) to preserve bundled customer  
 12 indifference by ensuring departing load customers pay their share of the cost responsibility

<sup>30</sup> D.15-07-001, COL 29 stated that beginning January 1, 2016, the GHG offset for upper tier residential customers should be eliminated and that the revenue return allocated to residential customers will consist solely of the semi-annual CCC.

<sup>31</sup> Includes FF&U.

<sup>32</sup> Authorized by D.20-01-005 and effective February 1, 2020 per AL 3500-E.

<sup>33</sup> Difference may not equal due to rounding.

1 associated with the above-market costs based on an administrative benchmark, also known as the  
2 “indifference amount,” of the utilities’ total procurement resource portfolio.<sup>34</sup>

3 In D.08-09-012, the Commission continued to refine the indifference amount  
4 methodology to better protect bundled customer indifference by introducing the requirement to  
5 “vintage” departing load customers, based on their departure date, when determining the  
6 customers’ cost responsibility for the “total portfolio” of resources.<sup>35</sup> Assigning customers to a  
7 vintage ensured that departing load customers pay their share of above-market costs associated  
8 with the specific vintage portfolio of resources that were acquired to serve them prior to their  
9 departure from bundled load service in order to better protect bundled customer indifference.  
10 After departure from bundled service, the departing load customers are not required to pay for  
11 above-market costs associated with utility procurement commitments after that load departs.

12 In D.11-12-018, the Commission adopted further refinement to the indifference amount  
13 methodology recognizing that regulatory and industry changes had impacted energy procurement  
14 practices. Changes to the Market Price Benchmark (“MPB”) methodology, used to determine  
15 the “above-market” value of electricity, now included the addition of a renewables portfolio  
16 standards adder (“RPS adder”) to better reflect the market value of renewable resources and a  
17 revised resource adequacy capacity adder (“CAP adder”), which resulted in vintage MPBs.<sup>36</sup>  
18 The vintage portfolio of resources calculation was revised to better reflect time-of-use load  
19 variations and also removed load-related costs incurred by the California Independent System  
20 Operator (“CAISO”) that are then charged to the utilities.

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<sup>34</sup> In D.07-01-025, the Commission adopted the PCIA methodology for CCA customers.

<sup>35</sup> D.08-09-012, OP 10.

<sup>36</sup> D.11-12-018, OP 2.

1 In accordance with D.16-09-044, the Joint Utilities and CCAs<sup>37</sup> developed a uniform  
2 workpaper template through the PCIA Working Group to “facilitate comparison and analysis of  
3 the PCIA across utilities.”<sup>38</sup> Pursuant to D.17-08-026 OP 1 and consistent with SDG&E’s 2020  
4 ERRA Forecast, SDG&E has reflected the uniform workpaper template as attached in Appendix  
5 7 of D.06-07-030 as part of this filing. The Commission further ordered in D.18-10-019 that  
6 PG&E, SCE and SDG&E develop a uniform common template for the calculation of each of  
7 their PCIA rates reflecting the changes ordered in the Decision.<sup>39</sup> SDG&E submitted its  
8 common template to the CPUC’s Energy Division and concurrently served the updated common  
9 template to the service list for its ERRA proceeding.

10 In D.18-10-019, the Commission issued a decision modifying the PCIA methodology  
11 revising inputs to the MPB that is used to calculate the PCIA. The revised methodology affects  
12 PCIA rates that were effective as of January 1, 2019. In addition to the revised MPB inputs, the  
13 decision also adopted an annual true-up mechanism, as recommended by a number of parties, as  
14 well as a cap that will limit the change of the PCIA rate from one year to the next. Starting in  
15 forecast year 2020, the cap level of the PCIA rate is set at 0.5 cents/kWh more than the prior  
16 year’s PCIA, differentiated by system average vintage rate. In AL 3318-E, PABA was  
17 established to record the “above-market” costs and revenues associated with all PCIA eligible  
18 resources by vintage subaccounts. This balancing account became effective as of January 1,  
19 2019.

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<sup>37</sup> SCE, PG&E, SDG&E companies (collectively, the Joint Utilities), CCAs, certain Electric Service Providers and other representatives of Direct Access interests, and consumer, labor and environmental groups participated to the PCIA working group.

<sup>38</sup> D.17-08-026, p. 2.

<sup>39</sup> D.18-10-019, OP 3.

1 In D.19-10-001, the Commission issued a decision further modifying the PCIA  
2 methodology revising the inputs to the billing determinants (sales) that is used to calculate the  
3 PCIA rates. The revised methodology affects PCIA rates that will be effective January 1, 2020.  
4 This revision ordered SDG&E to use vintage billing determinants of those responsible for the  
5 vintage portfolio to determine PCIA rates, instead of the currently used system billing  
6 determinants. In addition, the decision authorized any over/under-collection in the PABA  
7 vintage subaccounts in a given year to be rolled into the next year's ERRA Forecast filing. The  
8 decision adopted the methodology for SDG&E to true-up the values in PABA for the imputed  
9 RPS and RA costs using the updated benchmarks provided by the Energy Division on November  
10 1<sup>st</sup>. The true-up amounts for both RPS and RA will be booked as adjustments to PABA annually  
11 through the ERRA Forecast filing.

12 AL 3436-E established the PCIA under-collection balancing account (CAPBA).<sup>40</sup>  
13 CAPBA establishes an interest-bearing balance account that will be used in the event that the  
14 PCIA cap is reached, in order to track any obligation that accrues for departing load customers  
15 by vintage subaccounts.<sup>41</sup>

16 As discussed in the testimony of SDG&E witness Stefan Covic, SDG&E has participated  
17 in meet-and-confer activities with the necessary community choice aggregators for forecasting  
18 load departure from bundled service within SDG&E's service territory.<sup>42</sup>

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<sup>40</sup> SDG&E AL 3436-E was filed on September 30, 2019 approved on October 31, 2019.

<sup>41</sup> Pursuant to D.18-10-019 OP 9 to R.17-06-026. The CAPBA balance is the portion of PABA revenues that is above the capped system average rate of \$0.005 kWh per vintage.

<sup>42</sup> Required as part of the Proposed Decision on February 25, 2020 for R.17-06-026 per OP1.

1           **A.     Indifference Methodology**

2           Under Commission rules,<sup>43</sup> departing load customers are responsible for their fair share  
3 of above-market costs, or an indifference amount, incurred by the utility on behalf of those  
4 customers when electric generation costs exceed the current market price, or market price  
5 benchmark. To maintain bundled customer indifference to the departure of SDG&E’s customers  
6 to non-utility service, SDG&E calculates the indifference amount to determine the cost  
7 responsibility for DA, CCA and other departing load, specifically:

8   **Indifference Amount = CTC + PCIA**  
9

10           The above-market costs for both the CTC and PCIA are determined using the MPB, a  
11 calculated proxy for the market value of electricity. This methodology is consistent with  
12 Commission directives, specifically D.11-12-018 and Resolution E-4475. CTC revenue  
13 requirements are addressed in the testimony of SDG&E witness Stefan Covic with rate impacts  
14 discussed above.

15           In this Application, SDG&E is proposing to update the currently effective vintage PCIA  
16 rates and to include the new vintage 2021 PCIA rates to account for customers’ departing load in  
17 the second half of 2020. With respect to this 2021 ERRA proceeding, SDG&E’s portfolio of  
18 resources, used to calculate the vintage 2021 indifference amounts and the resulting 2021 PCIA  
19 rates, will include applicable costs from SDG&E’s:

- 20           •       Forecasted 2021 PABA, and CTC revenue requirements;
- 21           •       2020 PABA year-end balance;
- 22           •       Authorized 2021 Department of Water Resources (“DWR”) Power Charge  
23           costs allocated to SDG&E; and

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<sup>43</sup> California Public Utilities Code Section 365.2.

- SDG&E’s authorized 2021 Non-Fuel Generation Balancing Account (“NGBA”) revenue requirement.

However, the 2021 DWR and 2021 NGBA revenue requirements, the 2020 PABA year-end balance as well as the vintage 2021 MPBs are not available at the time of this filing.<sup>44</sup> Therefore, the 2020 DWR<sup>45</sup> and 2020 NGBA<sup>46</sup> revenue requirements, no projected PABA year-end balance<sup>47</sup>, as well as the current MPBs<sup>48</sup> were used in the preliminary calculation of the vintage 2021 PCIA rates in this testimony and will be updated in SDG&E’s November Update filing of this proceeding.

**B. Treatment of SONGS-related Costs**

On July 26, 2018, the Commission approved D.18-07-037 adopting the majority of the 2018 Revised Settlement Agreement (“Agreement”), which stated, in part, that SDG&E would cease collecting in rates the revenue requirement authorized to be recovered related to the SONGS regulatory asset.

SDG&E’s PCIA rates therefore no longer include SONGS-related Regulatory Asset costs.<sup>49</sup> The only remaining SONGS-related costs included in PCIA rates are non-fuel-related costs authorized in SDG&E’s 2019 General Rate Case, which are included in the PCIA rates in Attachment A.

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<sup>44</sup> SDG&E expects to update this testimony in November once that information is available.

<sup>45</sup> Final Decision D.19-12-007 OP2 was issued on December 12, 2019 allocating the final revised 2020 revenue requirement determination of the California Department of Water Resources.

<sup>46</sup> SDG&E Filed AL 3459-E-A on November 14, 2019.

<sup>47</sup> SDG&E expects to update this testimony in November once that information is available.

<sup>48</sup> Per SDG&E’s updated November 2020 ERRRA Forecast Application (A.19-04-010) and D.20-01-005.

<sup>49</sup> In the Order Instituting Investigation on the Commission’s Own Motion in the Rates, Operations, Practices, Services and Facilities of Southern California Edison Company (“SCE”) and SDG&E Associated with the San Onofre Nuclear Generating Station Units 2 and 3 (I. 12-10-013), a Joint Motion for Adoption of Settlement Agreement was approved by the Commission in D.18-07-037.



**C. PCIA Rate CAP**

As part of the ERRA Forecast proceeding, SDG&E must now evaluate whether the \$0.005/kWh PCIA cap has been reached based on the system average PCIA rate by customer vintage, using a comparison between the final as-implemented PCIA rates from the prior year’s ERRA Forecast proceeding and the PCIA rates proposed in the current year’s ERRA Forecast proceeding. If the system average PCIA rate by customer vintage is forecasted to increase by more than \$0.005/kWh, then all PCIA rates for that customer vintage would be capped.

Table 5 below provides a comparison of the final PCIA rates as implemented via AL 3500-E on February 1, 2020 (*i.e.*, the 2020 ERRA Forecast Proceeding per D.20-01-005), the uncapped PCIA rates calculated using the 2021 ERRA Forecast inputs discussed above as well as the calculated capped PCIA rates using \$0.005/kWh added to the current effective PCIA system average rate by vintage.

**Table 5  
PCIA Rate Cap Analysis**

	PCIA 2001 Vintage	PCIA 2009 Vintage	PCIA 2010 Vintage	PCIA 2011 Vintage	PCIA 2012 Vintage	PCIA 2014 Vintage	PCIA 2015 Vintage	PCIA 2017 Vintage	PCIA 2018 Vintage	PCIA 2019 Vintage	PCIA 2020 Vintage	PCIA 2021 Vintage
2020 PCIA SAR (\$/kWh)	\$0.00004	\$0.01589	\$0.01939	\$0.02726	\$0.02948	\$0.02951	\$0.03001	\$0.02983	\$0.02983	\$0.02944	\$0.03059	\$0.03555
Forecast 2021 PCIA SAR (\$/kWh)	\$0.00004	\$0.01305	\$0.01772	\$0.02710	\$0.03111	\$0.03137	\$0.03137	\$0.03151	\$0.03342	\$0.03413	\$0.03413	
PCIA Capped Rate (\$0.005/kWh)	\$0.00504	\$0.02089	\$0.02439	\$0.03226	\$0.03448	\$0.03451	\$0.03501	\$0.03483	\$0.03483	\$0.03444	\$0.03559	N/A
Exceed \$0.005/kWh Cap	No	No	No	No	No	No	No	No	No	No	No	
Estimated Undercollection	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	

As shown above in table 5, at this time no PCIA customer vintages have increases that exceed the \$0.005/kWh cap. The revenue shortfall resulting from the rate caps is tracked in the customer vintage subaccount within CAPBA, for repayment at a later date, and is currently estimated at \$0 million in 2021. The forecasted revenue shortfall from these departed load

1 customers in 2021 is then divided by the 2021 forecasted bundled sales to calculate the increase  
2 in bundled customers' commodity rates in 2021 to cover the shortfall,<sup>50</sup> which in 2021 is zero.

3 **V. GREEN TARIFF SHARED RENEWABLES PROGRAM**

4 In D.15-01-051, the Commission began the implementation of Senate Bill ("SB") 43,  
5 which set a formal requirement for the three California IOUs to implement the Green Tariff  
6 Shared Renewables Program ("GTSR"). SB 43 was signed into law by Governor Brown on  
7 September 28, 2013. The GTSR Program is intended to (1) expand access to "all eligible  
8 renewable energy resources to all ratepayers who are currently unable to access the benefits of  
9 onsite generation," and (2) "create a mechanism whereby institutional customers...commercial  
10 customers...and groups of individuals...can meet their needs with the electrical generation from  
11 eligible renewable energy resources."<sup>51</sup>

12 Findings of Fact 136 of D.15-01-051, states that "Each IOU's revenue requirements and  
13 associated forecasts of fuel and purchase power...are currently reviewed and approved in the  
14 annual ERRA forecast proceeding..." and Finding of Fact 137 states that "[c]oordinating review  
15 of true-up of GTSR and credits with the ERRA process will provide greater certainty that entries  
16 to the GTSR accounts are stated correctly and are consistent with Commission decisions."  
17 Accordingly, the commodity-related costs and credits as well as the resulting rates applied to  
18 GTSR customers are presented in this 2021 ERRA forecast application. Pursuant to D.15-01-  
19 051, "[t]he RPR [Renewable Power Rate]<sup>52</sup> and other components of GTSR rates should be

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<sup>50</sup> SDG&E's bundled sales were approved in D.18-11-035 and implemented January 1, 2019 per AL 3326-E.

<sup>51</sup> California Public Utilities Code Section 2831 (b) and (f).

<sup>52</sup> SDG&E's RPR was previously referred to as the Cost of Local Solar.

1 updated annually”<sup>53</sup> and “[c]hanges to the rates can be accomplished through Advice Letters.”<sup>54</sup>

2 As such, for 2021 SDG&E proposes updating the 2021 GTSR Program rate components, to be  
3 effective with SDG&E’s 2021 ERRA Forecast, which as requested, would implement with  
4 SDG&E’s 2021 Consolidated Filing to Implement January 1, 2021 Electric Rates, assuming  
5 Commission approval of this filing in time for inclusion in the Consolidated Filing.

6 The GTSR program includes two rate options: (1) a Green Tariff (“GT”) rate and (2) an  
7 Enhanced Community Renewables (“ECR”) rate. The GT program provides customers with the  
8 ability to purchase energy that contains a higher percentage of renewable power than offered  
9 under other scheduled service. The ECR program provides customers with the ability to  
10 purchase renewable energy from community-based projects directly through the developers of  
11 those projects (“Developer”).

12 The rate components for the GT and ECR rates<sup>55</sup> associated with these programs are as  
13 follows:

- 14 1. **Renewable Power Rate**<sup>56</sup> for the GT rate is the price that customers pay for the  
15 commodity portion which is based on the cost of the incremental local solar  
16 projects that the Utility procures for the program. The 2021 cost of local solar  
17 component of the GT is \$56.27/MWh as described in the direct testimony of  
18 SDG&E witness Stefan Covic.<sup>57</sup> 2021 also includes the requested recovery of the  
19 undercollected 2018 ending balance of \$0.125 million as described in the direct  
20 testimony of SDG&E witness Khoang Ngo.<sup>58</sup>

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<sup>53</sup> D.15-01-051, COL 53.

<sup>54</sup> *Id.* COL 51.

<sup>55</sup> All GT and ECR rate components include FF&U unless otherwise noted.

<sup>56</sup> SDG&E’s Renewable Power rate was previously referred to as the Cost of Local Solar.

<sup>57</sup> SDG&E witness Stefan Covic shows the Renewable Power Rate as \$56.27/MWh, which is without FF&U. The rate of \$56.95/MWh includes FF&U.

<sup>58</sup> As requested in SDG&E’s 2018 ERRA Compliance filing (A.19-05-007).

- 1           2.     **Renewable Energy Commodity Price**<sup>59</sup> for the ECR rate is equal to the portion  
2           of the renewable generating facility’s output that the customer has subscribed to,  
3           multiplied by the amount per kWh that the Utility has agreed to pay the developer  
4           ("Renewable Energy Commodity Price"). These values are part contract  
5           agreement with the Developers and therefore not addressed in this proceeding.
- 6           3.     **Renewable Energy Value Adjustment**<sup>60</sup> for the GT and ECR rates calculates the  
7           relative value of energy and capacity for the solar resources supporting the GT  
8           and ECR programs compared to the Utility’s current portfolio of resources  
9           serving all bundled load. The 2021 Renewable Energy Value Adjustment is  
10          \$0.00732/kWh as described in the direct testimony of SDG&E witness Stefan  
11          Covic.<sup>61</sup>
- 12          4.     **Administrative Costs** for the GT and ECR rates include incremental costs such  
13          as labor and non-labor for program management and policy support, Green-e  
14          certification, and information technology (“IT”) costs. Per Resolution E-5028  
15          which approved the administrative costs for the GT and ECR programs, the 2021  
16          charge for administrative costs is \$0.00233/kWh for GT and \$0.04750/kWh for  
17          ECR.<sup>62</sup>
- 18          5.     **Marketing Costs** for the GT and ECR rates includes incremental costs needed to  
19          implement the marketing plan. These costs are composed of labor (spent for  
20          planning, managing to the marketing plan, and community outreach) and non-  
21          labor tactical implementation (i.e. creative design, production, translation and  
22          mailing fees). Per Resolution E-5028 which approved the marketing costs for the  
23          GT and ECR programs, the 2021 marketing charge is \$0.00267/kWh for GT and  
24          \$0.00092/kWh for ECR.<sup>63</sup>
- 25          6.     **Renewable Energy Commodity Credit**<sup>64</sup> for the ECR rate assumes the customer  
26          has already purchased the rights to this output from the developer, the Utility  
27          concurrently assigns a credit to the customer equal to Renewable Energy  
28          Commodity Price (“Renewable Energy Commodity Credit”). These values are

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<sup>59</sup> Formerly the Solar Commodity Price.

<sup>60</sup> D.16-05-006, p. 27 changed the name from Value of Solar Energy and Capacity Adjustment to Renewable Energy Value Adjustment to reflect the ability of multiple renewable technology types to participate in the GTSR Program.

<sup>61</sup> SDG&E witness Stefan Covic shows the Renewable Energy Value Adjustment as \$0.00732/kWh, which is without FF&U. The adjustment of \$0.00741/kWh includes FF&U.

<sup>62</sup> Commission approved AL 3168-E, effective September 26, 2019 per Resolution E-5028.

<sup>63</sup> Commission approved AL 3168-E, effective September 26, 2019 per Resolution E-5028.

<sup>64</sup> Formerly known as Solar Commodity Credit.

1 part of the contract agreement with the Developers and therefore not addressed in  
2 this proceeding.

3 7. **SDG&E’s Average Commodity Cost Adjustment** for the GT and ECR rates is  
4 intended to approximate the avoided commodity costs and is based on SDG&E’s  
5 class average commodity cost at the time of this filing which is credited to the  
6 customer and is discussed in more detail below.

7 8. **Western Renewable Energy Generation Information System (“WREGIS”)**  
8 for the GT and ECR rates may include, but is not limited to, the annual WREGIS  
9 fee and a per megawatt-hour (“MWh”) certificate fee that is charged as  
10 Renewable Energy Credits (“RECs”) are retired. As discussed in the direct  
11 testimony of Stefan Covic, the WREGIS costs are \$0.00001/kWh.

12 9. **CAISO GMC** for the GT and ECR rates include CAISO charges are associated  
13 with grid management charges (“GMC”) and energy scheduling. The 2021  
14 CAISO costs, as described in the direct testimony of Stefan Covic, are  
15 \$0.00072/kWh.<sup>65</sup>

16 10. **Renewable Integration Costs (“RIC”)** for the GT and ECR rates are currently  
17 set at \$0/kWh as a placeholder.<sup>66</sup> A RIC Charge that is greater than \$0/kWh may  
18 be imposed in the future on a going-forward basis only to all customers served  
19 under this Schedule, unless otherwise directed by the Commission.

20 11. **PCIA** for the GT and ECR rates is intended to serve as a reasonable proxy for the  
21 GTSR customer indifference charge and is discussed further below.

22 **Table 6**  
23 **GT Rate Components**

	GT Rate Components	
	Current Authorized <sup>67</sup>	Proposed
Renewable Power Rate <sup>68</sup>	0.06935	0.05695

<sup>65</sup> SDG&E witness Stefan Covic shows CAISO GMC as \$0.00072/kWh, which is without FF&U. The cost of \$0.00073/kWh includes FF&U.

<sup>66</sup> D.15-01-051 recognized that “[b]ecause GTSR is made up of renewable resources, the cost of renewables integration is of particular importance” (p. 115). D.15-01-051 further directed the IOUs to set a RIC charge of \$0 as a placeholder. Within 60 days of a decision setting a RIC charge for ratepayers, the IOUs must file a Tier 3 Advice Letter setting forth how the RIC charge will be allocated to customers (both new and existing). *Id.*, p. 119.

<sup>67</sup> Authorized by D.20-01-005 and effective February 1, 2020 per AL 3500-E

<sup>68</sup> Formerly known as Cost of Local Solar per SDG&E AL 3006-E.

Renewable Energy Value Adjustment <sup>69</sup>	0.00575	0.00741
Administrative Costs	0.00183	0.00233
Marketing Costs	0.00158	0.00267
SDG&E's Average Commodity Cost Adjustment	See Table 8 below	
WREGIS	\$0.00001	\$0.00001
CAISO GMC	\$0.00074	\$0.00073
Renewable Integration Cost	\$0.00000	\$0.00000
PCIA	See Attachment A	

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**Table 7  
ECR Rate Components**

	<b>ECR Rate Components</b>	
	<b>Current Authorized<sup>70</sup></b>	<b>Proposed</b>
Renewable Energy Commodity Price <sup>71</sup>	Refer to Contract	
Renewable Energy Value Adjustment <sup>72</sup>	0.00575	0.00741
Administrative Costs	0.12671	0.04750
Marketing Costs	0.00176	0.00092
Renewable Energy Commodity Credit <sup>73</sup>	Refer to Contract	
SDG&E's Average Commodity Cost Adjustment	See Table 8 below	
WREGIS	\$0.00001	\$0.00001
CAISO GMC	\$0.00074	\$0.00073
Renewable Integration Cost	\$0.00000	\$0.00000
PCIA	See Attachment A	

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SDG&E's Average Commodity Cost Adjustment is used as a proxy to reflect SDG&E's avoided commodity costs, which ideally would be reflected in the average commodity rate by customer class. To better reflect the avoided commodity cost, the average commodity rate is

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<sup>69</sup> Formerly known as Value of Solar Energy and Capacity Adjustment per SDG&E AL 3006-E.

<sup>70</sup> Authorized by D.20-01-005 and effective February 1, 2020 per AL 3500-E.

<sup>71</sup> Formerly known as Solar Commodity Price.

<sup>72</sup> Formerly known as Value of Solar Energy and Capacity Adjustment per SDG&E AL 3006-E.

<sup>73</sup> Formerly known as Solar Commodity Credit.

1 adjusted for ERRAs-related balances given that such balances can cause the average commodity  
 2 rate to differ from the costs, as well as adjusted for updated commodity costs as filed in  
 3 SDG&E’s 2020 NGBA update.<sup>74</sup> For this reason, SDG&E is substituting the ERRA component  
 4 of the average commodity rate by customer class with an ERRA forecast value in order to adjust  
 5 for ERRA Balances and updated NGBA costs to better approximate avoided costs, as authorized  
 6 in D.15-01-051. SDG&E’s 2021 adjusted class average commodity rate for the GTSR rate  
 7 components is based on effective average commodity rate by customer class,<sup>75</sup> with the  
 8 adjustments stated above, are shown in the Table 8 below. Upon implementation of the 2021  
 9 GTSR rates, SDG&E proposes to update the SDG&E’s Average Commodity Cost Adjustment to  
 10 include current effective commodity rates at the time of implementation to better reflect the  
 11 avoided commodity costs.

12 **Table 8**  
 13 **GT and ECR Rate Components – Class Average Commodity Adjustment Rates (\$/kWh)**

	<b>Current Authorized<sup>76</sup></b>	<b>Proposed</b>
<b>Residential</b>	(0.11796)	(0.07475)
<b>Small Commercial</b>	(0.10541)	(0.06910)
<b>M/L C&amp;I</b>	(0.11605)	(0.07908)
<b>Agricultural</b>	(0.08397)	(0.05395)
<b>Streetlighting</b>	(0.07738)	(0.04908)

14 The PCIA component of the GT and ECR rates comprises the indifference adjustment or  
 15 the above market cost of the Utility’s existing procurement portfolio and is calculated annually.  
 16 D.15-01-051 Finding of Fact 100 states, “[t]he PCIA calculated for DA and CCA customers  
 17

<sup>74</sup> SDG&E file AL 3459-E-A on November 14, 2019.

<sup>75</sup> Current commodity rates effective 4/1/2020 per AL 3514-E.

<sup>76</sup> Effective February 1, 2020 per AL 3500-E.

1 provides a reasonable proxy for the GTSR customer indifference charge.” Accordingly, the  
2 utilities were directed to use vintaged PCIA as a proxy for the indifference adjustment.<sup>77</sup> This is  
3 a cost that is ultimately born by all customers for resources that were procured on their behalf.  
4 GT and ECR customers’ PCIA rates will be billed by customer class and customer specific  
5 vintage using the 2021 PCIA rates discussed above and identified in Attachment A.

6 Per Resolution E-4734, GTSR participants are subjected to a termination fee if they  
7 cancel their subscription after the 60-day cooling off period<sup>78</sup> beginning on the effective date of  
8 the subscription, but prior to the minimum one-year agreement term. The GT and ECR  
9 Termination Fee is comprised of the above-market costs associated with the participant’s  
10 subscription of solar energy plus any administrative and marketing costs associated with the  
11 participant’s subscription. The above market costs are calculated as the present value of the  
12 forecasted difference between the Solar Commodity Price and the sum of MPB in the PCIA  
13 calculation, the solar value adjustment, and green attributes.

14 The GTSR Termination Fees vary by class as follows:

- 15 • GTSR Residential Termination Fee: one termination fee for the residential  
16 class to make it easier for customers to understand and to provide cost  
17 certainty in the event of a customer desiring an early termination. The  
18 current GT Residential Termination Fee is \$70.00 and the current ECR  
19 Residential Termination Fee is \$80.00.<sup>79</sup> SDG&E is not proposing a  
20 change to the Residential Termination fee at this time.
- 21 • GTSR Non-Residential Termination Fee: due to the wide potential  
22 variation in usage and corresponding subscription level for the commercial  
23 customers. SDG&E calculates the GTSR Non-Residential Termination  
24 Fee using above-market costs associated with the customer’s subscription  
25 of solar energy plus administrative and marketing costs.

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<sup>77</sup> D.15-01-051, p. 103.

<sup>78</sup> Per SDG&E AL 2745-E/2745-E-A/2745-E-B.

<sup>79</sup> Per SDG&E AL 3006-E.



1 Table 9 below presents the termination fees for both the GT and ECR programs for non-  
2 residential customers.

3 **Table 9: GTSR Non-Residential Termination Fees (\$/kWh)**

	<b>Current Authorized<sup>80</sup></b>	<b>Proposed</b>
GT	\$ 0.01245	\$ 0.00671
ECR	\$ 0.02280	\$ 0.01031

4  
5 The detailed components of the GT and ECR rates and the total GT and ECR rates are  
6 presented in Attachments B and C of this testimony.

7 **VI. SUMMARY AND RELIEF REQUESTED**

8 Consistent with the rate recovery proposed in this testimony, SDG&E requests the  
9 following relief in the Commission’s forthcoming decision in this proceeding:

- 10 1. Approve for recovery in rates: (1) the 2021 ERRR revenue requirement, which  
11 includes GHG costs, of \$604.409 million; (2) the 2021 PABA revenue  
12 requirement of \$373.828 million and the 2020 PABA undercollection of \$0  
13 million; (3) the 2021 CTC revenue requirement of \$16.673 million; (4) the 2021  
14 LG revenue requirement of \$137.895 million; (5) the SONGS revenue  
15 requirement of \$1.073 million; (6) the TMNBC revenue requirement as set forth  
16 in the Testimony of Khoang T. Ngo and confidentiality declaration attached  
17 thereto; and (7) the balances recorded to the LGBA of \$(91.084) million.<sup>81</sup>  
18 2. Approve SDG&E’s 2021 proposed rates for:

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<sup>80</sup> Approved by D.20-01-005.

<sup>81</sup> The exact amount of the LGBA recorded balance requested for return is \$(91,083,979).

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- a. GHG Allowance return to customers for the Residential Semi-Annual CCC of \$45.29;
- b. 2021 PCIA rates presented in Attachment A; and
- c. 2021 rate components for the GTSR Program, which includes rates for the GT program and ECR program presented in Attachment B and C.

This concludes my prepared direct testimony.

1 **VII. QUALIFICATIONS**

2 My name is Stacy Fuhrer and my business address is 8330 Century Park Court, San  
3 Diego, California 92123. I received a bachelor's degree in International Management from  
4 Central College in 2010, and a master's degree in Global Management from Thunderbird School  
5 of Global Management in 2011.

6 I am a Rate Strategy Project Manager II in the Customer Pricing Department of SDG&E.  
7 My primary responsibilities include planning, development, and implementation of rate related  
8 proceedings, cost-of-service studies and preparation of various regulatory filings. I have been  
9 employed by SDG&E since April 2017 and have held my current position since March 2020. I  
10 also served as a gas marketer for Sempra Infrastructure for two years. I have been employed with  
11 Sempra Energy or SDG&E for 5 years.

12 I have not previously testified before the California Public Utilities Commission.

**ATTACHMENT A**

**2021 PCIA RATES**

**SAN DIEGO GAS & ELECTRIC COMPANY - ELECTRIC DEPARTMENT  
2021 ERRR Forecast**

**Attachment A**

Power Charge Indifference Adjustment Rates for Direct Access and Community Choice Aggregation Customers<sup>82</sup>  
(\$/kWh)

<b>Rate Group</b>	<b>PCIA 2001 Vintage</b>	<b>PCIA 2002 Vintage</b>	<b>PCIA 2003 Vintage</b>	<b>PCIA 2004 Vintage</b>	<b>PCIA 2005 Vintage</b>	<b>PCIA 2006 Vintage</b>	<b>PCIA 2007 Vintage</b>	<b>PCIA 2008 Vintage</b>	<b>PCIA 2009 Vintage</b>	<b>PCIA 2010 Vintage</b>
Residential	0.00005	0.00005	0.00005	0.00643	0.00796	0.00978	0.01037	0.01140	0.01412	0.01912
Small Commercial	0.00004	0.00004	0.00004	0.00539	0.00668	0.00820	0.00870	0.00956	0.01184	0.01603
Medium & Large C&I	0.00003	0.00003	0.00003	0.00577	0.00714	0.00878	0.00931	0.01024	0.01268	0.01728
Agriculture	0.00003	0.00003	0.00003	0.00442	0.00547	0.00672	0.00712	0.00783	0.00970	0.01313
Streetlighting	0.00003	0.00003	0.00003	0.00423	0.00524	0.00644	0.00683	0.00751	0.00930	0.01259
System Total	0.00004	0.00004	0.00004	0.00594	0.00735	0.00904	0.00958	0.01053	0.01305	0.01772

<sup>82</sup> As noted in Section IV, SDG&E has implemented the common workpapers for PCIA rates, which do not distinguish between Continuous and Non-Continuous customers. SDG&E's PCIA rates are applicable to both DA and CCA customers.

**SAN DIEGO GAS & ELECTRIC COMPANY - ELECTRIC DEPARTMENT  
2021 ERRR Forecast**

**Attachment A Continued**

Power Charge Indifference Adjustment Rates for Direct Access and Community Choice Aggregation Customers<sup>83</sup>  
(\$/kWh)

<b>Rate Group</b>	<b>PCIA 2011 Vintage</b>	<b>PCIA 2012 Vintage</b>	<b>PCIA 2013 Vintage</b>	<b>PCIA 2014 Vintage</b>	<b>PCIA 2015 Vintage</b>	<b>PCIA 2016 Vintage</b>	<b>PCIA 2017 Vintage</b>	<b>PCIA 2018 Vintage</b>	<b>PCIA 2019 Vintage</b>	<b>PCIA 2020 Vintage</b>	<b>PCIA 2021 Vintage</b>
Residential	0.02898	0.03315	0.03328	0.03343	0.03343	0.03343	0.03357	0.03551	0.03623	0.03623	0.03762
Small Commercial	0.02432	0.02784	0.02795	0.02807	0.02807	0.02807	0.02819	0.02983	0.03044	0.03044	0.03165
Medium & Large C&I	0.02673	0.03083	0.03096	0.03110	0.03110	0.03110	0.03125	0.03325	0.03402	0.03402	0.03558
Agriculture	0.02016	0.02314	0.02323	0.02333	0.02333	0.02333	0.02344	0.02482	0.02533	0.02533	0.02641
Streetlighting	0.01908	0.02183	0.02191	0.02201	0.02201	0.02201	0.02210	0.02338	0.02385	0.02385	0.02487
System Total	0.02710	0.03111	0.03123	0.03137	0.03137	0.03137	0.03151	0.03342	0.03413	0.03413	0.03555

<sup>83</sup> As noted in Section IV, SDG&E has implemented the common workpapers for PCIA rates, which do not distinguish between Continuous and Non-Continuous customers. SDG&E's PCIA rates are applicable to both DA and CCA customers.

**ATTACHMENT B**

**2021 PROPOSED GREEN TARIFF RATE COMPONENTS**

**SAN DIEGO GAS & ELECTRIC COMPANY - ELECTRIC DEPARTMENT  
2021 ERRRA Forecast**

**Attachment B**

2021 Proposed Green Tariff Rate Components

	\$/kWh	\$/kWh	\$/kWh	\$/kWh	\$/kWh
Description	Residential	Sm Commercial	M/L C&I	Agriculture	Streetlighting
Renewable Power Rate	0.05695	0.05695	0.05695	0.05695	0.05695
Renewable Energy Value Adjustment	0.00741	0.00741	0.00741	0.00741	0.00741
Administrative Costs	0.00233	0.00233	0.00233	0.00233	0.00233
Marketing Costs	0.00267	0.00267	0.00267	0.00267	0.00267
SDG&E's Average Commodity Cost Adjustment	(0.07475)	(0.06910)	(0.07908)	(0.05395)	(0.04908)
WREGIS	0.00001	0.00001	0.00001	0.00001	0.00001
CAISO GMC	0.00073	0.00073	0.00073	0.00073	0.00073
Renewable Integration Cost	0.00000	0.00000	0.00000	0.00000	0.00000
<b>GT Differential</b>	(0.00466)	0.00099	(0.00899)	0.01614	0.02101
PCIA	See Attachment A				



**ATTACHMENT C**

**2021 PROPOSED ENHANCED COMMUNITY  
RENEWABLES RATE COMPONENTS**

**SAN DIEGO GAS & ELECTRIC COMPANY - ELECTRIC DEPARTMENT  
2021 ERRR Forecast**

**Attachment C**

2021 Proposed Enhanced Community Renewables Rate Components

	\$/kWh	\$/kWh	\$/kWh	\$/kWh	\$/kWh
<b>Description</b>	<b>Residential</b>	<b>Sm Commercial</b>	<b>M/L C&amp;I</b>	<b>Agriculture</b>	<b>Streetlighting</b>
Renewable Energy Commodity Price	Refer to Contract				
Value of Solar Energy and Capacity Adjustment	0.00741	0.00741	0.00741	0.00741	0.00741
Administrative Costs	0.04750	0.04750	0.04750	0.04750	0.04750
Marketing Costs	0.00092	0.00092	0.00092	0.00092	0.00092
Renewable Energy Commodity Credit	Refer to Contract				
SDG&E's Average Commodity Cost Adjustment	(0.07475)	(0.06910)	(0.07908)	(0.05395)	(0.04908)
WREGIS	0.00001	0.00001	0.00001	0.00001	0.00001
CAISO GMC	0.00073	0.00073	0.00073	0.00073	0.00073
Renewable Integration Cost	0.00000	0.00000	0.00000	0.00000	0.00000
<b>ECR Bill Credit</b>	(0.01819)	(0.01253)	(0.02252)	0.00262	0.00749
PCIA	See Attachment A				

## GLOSSARY OF ACRONYMS

Agreement	Settlement Agreement
AL	Advice Letter
CAISO	California Independent System Operator
CAM	Cost Allocation Mechanism
CAP	Capacity Adder
CAPBA	PCIA under-collection balancing account
CCA	Community Choice Aggregation
CCC	California Climate Credit
COL	Conclusion of Law
Commission	California Public Utilities Commission
CRS	Cost Responsibility Surcharge
CSGT	Community Solar Green Tariff
CTC	Competition Transition Charge
DA	Direct Access
DAC-GT	DAC – Green Tariff
DAC-SASH	Disadvantaged Community Single-Family Solar Homes
DWR	Department of Water Resources
ECR	Enhanced Community Renewables
EITE	Emissions-Intensive and Trade-Exposed
ERRA	Energy Resource Recovery Account
FF&U	Franchise Fees and Uncollectibles Expenses
FOF	Finding of Fact
GHG	Greenhouse Gas
GHGACMA	GHG Administrative Costs Memorandum Account
GHGCOEMA	GHG Customer Outreach and Education Memorandum Account
GHGRBA	GHG Revenue Balancing Account
GMC	Grid Management Charges
GT	Green Tariff
GT	Green Tariff
GTSR	Green Tariff Shared Renewables
IT	Information Technology

kW	Kilowatt
kWh	Kilowatt Hour
LG	Local Generation
LGBA	Local Balancing Account
MPB	Market Price Benchmark
MWh	Megawatt-Hour
NGBA	Non-Fuel Generation Balancing Account
PABA	Portfolio Allocation Balancing Account
PCIA	Power Charge Indifference Adjustment
RECS	Renewable Energy Credits
RIC	Renewable Integration Costs
RPS	Renewables Portfolio Standards
SB	Senate Bill
SCE	Southern California Edison
SDG&E	San Diego Gas & Electric Company
SOMAH	Solar on Multifamily Affordable Housing
SONGS	San Onofre Nuclear Generation Station
TMNBC	Tree Mortality Non-Bypassable Charge
WREGIS	Western Renewable Energy Generation Information System