ORA DATA REQUEST ORA-SDGE-074-CKT SDG&E 2019 GRC – A.17-10-007 SDG&E RESPONSE DATE RECEIVED: DECEMBER 29, 2017 DATE RESPONDED: JANUARY 16, 2018

Exhibit Reference: SDG&E-43-R and SDG&E-43-WP-R **SDG&E Witness:** Kenneth Deremer **Subject:** Post-Test Year Ratemaking

Please provide the following:

1. Please provide a working Excel spreadsheet (i.e., which includes active links and working formulas) which contains all of the calculations presented in Ex. SDG&E-43-WP-R.

If SDG&E's response to this question would be the exact same spreadsheet provided in response to data request ORA-SDGE-002-CKT, question 2, then please so state. If SDG&E's response to this question would be a revised version of the spreadsheet provided in response to data request ORA-SDGE-002-CKT, question 2, then please provide it.

SDG&E Response 01:

The working Excel spreadsheet which contains all of the calculations presented in Ex. SDG&E-43-WP-R were submitted in early January, 2018.

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2. Please provide a separate working Excel spreadsheet (i.e., which includes active links and working formulas) which contains all of the calculations presented in Ex. SDG&E-43-WP-R, but modified to include recorded capital additions from 2013 and 2014 in order to calculate and reflect a 7-year averaging methodology of capital additions which could be used as a proxy for the post-test year capital additions (instead of the 5-year averaging methodology which SDG&E proposes). This spreadsheet should also include the underlying data from the additional two years, such as the recorded 2013 and 2014 capital additions and capital retirements, the corresponding relevant capital escalation rates, and the escalated 2013 and 2014 capital additions and capital retirements expressed in 2019\$ which are used in the averaging methodology. If SDG&E's response to this question would be the exact same spreadsheet provided in response to data request ORA-SDGE-002-CKT, question 3, then please so state. If SDG&E's response to data request ORA-SDGE-002-CKT, question 3, then please provided in response to data request ORA-SDGE-002-CKT, question 3, then please provided in response to data request ORA-SDGE-002-CKT, question 3, then please provided in response to data request ORA-SDGE-002-CKT, question 3, then please provide it.

SDG&E Response 02:

Please see attachment "SDG&E-43-R_KDeremer_PTY_Hypothetical 7 Year Average.xlsm" for the post-test year model updated to reflect a hypothetical scenario that uses a seven-year averaging methodology of capital additions, capital retirements, and corresponding relevant capital escalation rates. However, as stated in Ken Deremer's testimony, SDG&E believes a fiveyear average of capital additions is more appropriate for the post-test year mechanism as it better captures the current utility business environment (refer to page 7 of the testimony).