

Application of SAN DIEGO GAS & ELECTRIC)
COMPANY for authority to update its gas and)
electric revenue requirement and base rates)
effective January 1, 2019 (U 902-M))

Application No. 17-10-___

Exhibit No.: (SDG&E-11-CWP)

CAPITAL WORKPAPERS TO
PREPARED DIRECT TESTIMONY
OF MARIA T. MARTINEZ
ON BEHALF OF SAN DIEGO GAS & ELECTRIC COMPANY

BEFORE THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF CALIFORNIA

OCTOBER 2017



2019 General Rate Case - APP
INDEX OF WORKPAPERS

Exhibit SDG&E-11-CWP - TIMP & DIMP

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San Diego Gas & Electric Company
 2019 GRC - APP
 Capital Workpapers

Overall Summary For Exhibit No. SDG&E-11-CWP

Area:	TIMP & DIMP
Witness:	Maria T. Martinez

A. TIMP
B. DIMP

In 2016 \$ (000)		
Adjusted-Forecast		
2017	2018	2019
3,997	3,997	4,000
20,219	20,219	45,000
Total	24,216	49,000

Note: Totals may include rounding differences.

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
Witness: Maria T. Martinez
Category: A. TIMP
Workpaper: 034680

Summary for Category: A. TIMP

	In 2016\$ (000)			
	Adjusted-Recorded	Adjusted-Forecast		
	2016	2017	2018	2019
Labor	170	396	396	396
Non-Labor	3,488	3,601	3,601	3,604
NSE	0	0	0	0
Total	3,658	3,997	3,997	4,000
FTE	1.8	5.0	5.0	5.0

034680 PIPELINE INTEGRITY FOR GAS TRANSMISSION

Labor	170	396	396	396
Non-Labor	3,488	3,601	3,601	3,604
NSE	0	0	0	0
Total	3,658	3,997	3,997	4,000
FTE	1.8	5.0	5.0	5.0

Note: Totals may include rounding differences.

Beginning of Workpaper Group
034680 - PIPELINE INTEGRITY FOR GAS TRANSMISSION

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
 Witness: Maria T. Martinez
 Budget Code: 03468.0
 Category: A. TIMP
 Category-Sub: 1. PIPELINE INTEGRITY FOR GAS TRANSMISSION
 Workpaper Group: 034680 - PIPELINE INTEGRITY FOR GAS TRANSMISSION

Summary of Results (Constant 2016 \$ in 000s):

Forecast Method		Adjusted Recorded					Adjusted Forecast		
Years		2012	2013	2014	2015	2016	2017	2018	2019
Labor	Zero-Based	1,509	1,221	649	283	170	396	396	396
Non-Labor	Zero-Based	29,562	22,035	6,862	3,285	3,488	3,601	3,601	3,604
NSE	Zero-Based	0	0	0	0	0	0	0	0
Total		31,071	23,256	7,511	3,569	3,658	3,997	3,997	4,000
FTE	Zero-Based	17.4	13.2	6.7	2.6	1.8	5.0	5.0	5.0

Business Purpose:

Physical Description:

Project Justification:

Note: Totals may include rounding differences.

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
Witness: Maria T. Martinez
Budget Code: 03468.0
Category: A. TIMP
Category-Sub: 1. PIPELINE INTEGRITY FOR GAS TRANSMISSION
Workpaper Group: 034680 - PIPELINE INTEGRITY FOR GAS TRANSMISSION

Forecast Methodology:

Labor - Zero-Based

Non-Labor - Zero-Based

NSE - Zero-Based

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
 Witness: Maria T. Martinez
 Budget Code: 03468.0
 Category: A. TIMP
 Category-Sub: 1. PIPELINE INTEGRITY FOR GAS TRANSMISSION
 Workpaper Group: 034680 - PIPELINE INTEGRITY FOR GAS TRANSMISSION

Summary of Adjustments to Forecast

In 2016 \$ (000)										
Forecast Method		Base Forecast			Forecast Adjustments			Adjusted-Forecast		
Years		2017	2018	2019	2017	2018	2019	2017	2018	2019
Labor	Zero-Based	396	396	396	0	0	0	396	396	396
Non-Labor	Zero-Based	3,601	3,601	3,601	0	0	3	3,601	3,601	3,604
NSE	Zero-Based	0	0	0	0	0	0	0	0	0
Total		3,997	3,997	3,997	0	0	3	3,997	3,997	4,000
FTE	Zero-Based	5.0	5.0	5.0	0.0	0.0	0.0	5.0	5.0	5.0

Forecast Adjustment Details

Year	Adj Group	Labor	NLbr	NSE	Total	FTE	RefID		
2017 Total		0	0	0	0	0.0			
2018 Total		0	0	0	0	0.0			
2019	Other	0	3	0	3	0.0	TPDLB20161205113638443		
Explanation:		Rounding adjustment for 2019							
2019 Total		0	3	0	3	0.0			

Note: Totals may include rounding differences.

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
Witness: Maria T. Martinez
Budget Code: 03468.0
Category: A. TIMP
Category-Sub: 1. PIPELINE INTEGRITY FOR GAS TRANSMISSION
Workpaper Group: 034680 - PIPELINE INTEGRITY FOR GAS TRANSMISSION

Determination of Adjusted-Recorded:

	2012 (\$000)	2013 (\$000)	2014 (\$000)	2015 (\$000)	2016 (\$000)
Recorded (Nominal \$)*					
Labor	1,340	1,065	572	247	146
Non-Labor	30,059	22,273	7,012	3,310	3,488
NSE	0	0	0	0	0
Total	31,398	23,338	7,584	3,558	3,634
FTE	15.0	11.1	5.7	2.2	1.5
Adjustments (Nominal \$)**					
Labor	0	0	0	0	0
Non-Labor	0	0	0	0	0
NSE	0	0	0	0	0
Total	0	0	0	0	0
FTE	0.0	0.0	0.0	0.0	0.0
Recorded-Adjusted (Nominal \$)					
Labor	1,340	1,065	572	247	146
Non-Labor	30,059	22,273	7,012	3,310	3,488
NSE	0	0	0	0	0
Total	31,398	23,338	7,584	3,558	3,634
FTE	15.0	11.1	5.7	2.2	1.5
Vacation & Sick (Nominal \$)					
Labor	194	169	91	38	24
Non-Labor	0	0	0	0	0
NSE	0	0	0	0	0
Total	194	169	91	38	24
FTE	2.4	2.0	1.0	0.4	0.3
Escalation to 2016\$					
Labor	-25	-13	-14	-2	0
Non-Labor	-497	-238	-150	-25	0
NSE	0	0	0	0	0
Total	-522	-251	-164	-27	0
FTE	0.0	0.0	0.0	0.0	0.0
Recorded-Adjusted (Constant 2016\$)					
Labor	1,509	1,221	649	283	170
Non-Labor	29,562	22,035	6,862	3,285	3,488
NSE	0	0	0	0	0
Total	31,071	23,256	7,511	3,569	3,658
FTE	17.4	13.1	6.7	2.6	1.8

* After company-wide exclusions of Non-GRC costs

** Refer to "Detail of Adjustments to Recorded" page for line item adjustments

Note: Totals may include rounding differences.

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
 Witness: Maria T. Martinez
 Budget Code: 03468.0
 Category: A. TIMP
 Category-Sub: 1. PIPELINE INTEGRITY FOR GAS TRANSMISSION
 Workpaper Group: 034680 - PIPELINE INTEGRITY FOR GAS TRANSMISSION

Summary of Adjustments to Recorded:

In Nominal \$(000)					
Years	2012	2013	2014	2015	2016
Labor	0	0	0	0	0
Non-Labor	0	0	0	0	0
NSE	0	0	0	0	0
Total	0	0	0	0	0
FTE	0.0	0.0	0.0	0.0	0.0

Year	Adj Group	Labor	NLbr	NSE	Total	FTE	RefID
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Note: Totals may include rounding differences.

**Beginning of Workpaper Sub Details for
Workpaper Group 034680**

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
 Witness: Maria T. Martinez
 Budget Code: 03468.0
 Category: A. TIMP
 Category-Sub: 1. PIPELINE INTEGRITY FOR GAS TRANSMISSION
 Workpaper Group: 034680 - PIPELINE INTEGRITY FOR GAS TRANSMISSION
 Workpaper Detail: 034680.001 - RAMP - Base BC 3468 is SDG&E TIMP

In-Service Date: Not Applicable

Description:

RAMP - Base BC 3468 SDG&E TIMP ILI capital

Forecast In 2016 \$(000)				
	Years	<u>2017</u>	<u>2018</u>	<u>2019</u>
Labor		396	396	396
Non-Labor		3,601	3,601	3,604
NSE		0	0	0
	Total	3,997	3,997	4,000
FTE		5.0	5.0	5.0

Note: Totals may include rounding differences.

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
 Witness: Maria T. Martinez
 Budget Code: 03468.0
 Category: A. TIMP
 Category-Sub: 1. PIPELINE INTEGRITY FOR GAS TRANSMISSION
 Workpaper Group: 034680 - PIPELINE INTEGRITY FOR GAS TRANSMISSION
 Workpaper Detail: 034680.001 - RAMP - Base BC 3468 is SDG&E TIMP

RAMP Item # 1

RAMP Chapter: SDG&E-10

Program Name: TIMP

Program Description: TIMP ILI/ECDA

Risk/Mitigation:

Risk: B

Mitigation: #1

Forecast CPUC Cost Estimates (\$000)

	<u>2017</u>	<u>2018</u>	<u>2019</u>
Low	3,800	3,800	3,800
High	4,200	4,200	4,200

Funding Source: CPUC-GRC

Forecast Method: Zero-Based

Work Type: Mandated

Work Type Citation: x

Historical Embedded Cost Estimates (\$000)

Embedded Costs: 3658

Explanation:

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
Witness: Maria T. Martinez
Category: B. DIMP
Workpaper: 095460

Summary for Category: B. DIMP

	In 2016\$ (000)			
	Adjusted-Recorded	Adjusted-Forecast		
	2016	2017	2018	2019
Labor	864	404	404	404
Non-Labor	21,481	19,815	19,815	44,596
NSE	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total	22,345	20,219	20,219	45,000
FTE	12.2	6.0	6.0	6.0

095460 Distribution Integrity Mgmt Program

Labor	864	404	404	404
Non-Labor	21,481	19,815	19,815	44,596
NSE	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total	22,345	20,219	20,219	45,000
FTE	12.2	6.0	6.0	6.0

Note: Totals may include rounding differences.

Beginning of Workpaper Group
095460 - Distribution Integrity Mgmt Program

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
 Witness: Maria T. Martinez
 Budget Code: 09546.0
 Category: B. DIMP
 Category-Sub: 1. Distribution Integrity Mgmt Program
 Workpaper Group: 095460 - Distribution Integrity Mgmt Program

Summary of Results (Constant 2016 \$ in 000s):

Forecast Method		Adjusted Recorded					Adjusted Forecast		
Years		2012	2013	2014	2015	2016	2017	2018	2019
Labor	Zero-Based	316	493	501	426	864	404	404	404
Non-Labor	Zero-Based	1,075	1,692	1,423	3,809	21,481	19,815	19,815	44,596
NSE	Zero-Based	0	0	0	0	0	0	0	0
Total		1,392	2,184	1,925	4,235	22,346	20,219	20,219	45,000
FTE	Zero-Based	4.9	7.4	7.7	6.0	12.2	6.0	6.0	6.0

Business Purpose:

Physical Description:

Project Justification:

Note: Totals may include rounding differences.

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
Witness: Maria T. Martinez
Budget Code: 09546.0
Category: B. DIMP
Category-Sub: 1. Distribution Integrity Mgmt Program
Workpaper Group: 095460 - Distribution Integrity Mgmt Program

Forecast Methodology:

Labor - Zero-Based

Non-Labor - Zero-Based

NSE - Zero-Based

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
 Witness: Maria T. Martinez
 Budget Code: 09546.0
 Category: B. DIMP
 Category-Sub: 1. Distribution Integrity Mgmt Program
 Workpaper Group: 095460 - Distribution Integrity Mgmt Program

Summary of Adjustments to Forecast

In 2016 \$ (000)										
Forecast Method		Base Forecast			Forecast Adjustments			Adjusted-Forecast		
Years		2017	2018	2019	2017	2018	2019	2017	2018	2019
Labor	Zero-Based	404	404	404	0	0	0	404	404	404
Non-Labor	Zero-Based	19,815	19,815	19,815	0	0	24,781	19,815	19,815	44,596
NSE	Zero-Based	0	0	0	0	0	0	0	0	0
Total		20,219	20,219	20,219	0	0	24,781	20,219	20,219	45,000
FTE	Zero-Based	6.0	6.0	6.0	0.0	0.0	0.0	6.0	6.0	6.0

Forecast Adjustment Details

Year	Adj Group	Labor	NLbr	NSE	Total	FTE	RefID
2017 Total		0	0	0	0	0.0	
2018 Total		0	0	0	0	0.0	
2019	Other	0	24,781	0	24,781	0.0	TPDLB20161205113834747
2019 Total		0	24,781	0	24,781	0.0	

Explanation: DIMP DREAMS capital activity is increasing miles being replaced.

Note: Totals may include rounding differences.

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
Witness: Maria T. Martinez
Budget Code: 09546.0
Category: B. DIMP
Category-Sub: 1. Distribution Integrity Mgmt Program
Workpaper Group: 095460 - Distribution Integrity Mgmt Program

Determination of Adjusted-Recorded:

	2012 (\$000)	2013 (\$000)	2014 (\$000)	2015 (\$000)	2016 (\$000)
Recorded (Nominal \$)*					
Labor	281	430	442	372	741
Non-Labor	1,093	1,710	1,455	3,838	21,481
NSE	0	0	0	0	0
Total	1,374	2,140	1,896	4,210	22,223
FTE	4.2	6.3	6.5	5.1	10.3
Adjustments (Nominal \$)**					
Labor	0	0	0	0	0
Non-Labor	0	0	0	0	0
NSE	0	0	0	0	0
Total	0	0	0	0	0
FTE	0.0	0.0	0.0	0.0	0.0
Recorded-Adjusted (Nominal \$)					
Labor	281	430	442	372	741
Non-Labor	1,093	1,710	1,455	3,838	21,481
NSE	0	0	0	0	0
Total	1,374	2,140	1,896	4,210	22,223
FTE	4.2	6.3	6.5	5.1	10.3
Vacation & Sick (Nominal \$)					
Labor	41	68	71	57	123
Non-Labor	0	0	0	0	0
NSE	0	0	0	0	0
Total	41	68	71	57	123
FTE	0.7	1.1	1.2	0.9	1.9
Escalation to 2016\$					
Labor	-5	-5	-11	-3	0
Non-Labor	-18	-18	-31	-29	0
NSE	0	0	0	0	0
Total	-23	-24	-42	-32	0
FTE	0.0	0.0	0.0	0.0	0.0
Recorded-Adjusted (Constant 2016\$)					
Labor	316	493	501	426	864
Non-Labor	1,075	1,692	1,423	3,809	21,481
NSE	0	0	0	0	0
Total	1,392	2,184	1,925	4,235	22,346
FTE	4.9	7.4	7.7	6.0	12.2

* After company-wide exclusions of Non-GRC costs

** Refer to "Detail of Adjustments to Recorded" page for line item adjustments

Note: Totals may include rounding differences.

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
 Witness: Maria T. Martinez
 Budget Code: 09546.0
 Category: B. DIMP
 Category-Sub: 1. Distribution Integrity Mgmt Program
 Workpaper Group: 095460 - Distribution Integrity Mgmt Program

Summary of Adjustments to Recorded:

		In Nominal \$(000)				
Years		2012	2013	2014	2015	2016
Labor		0	0	0	0	0
Non-Labor		0	0	0	0	0
NSE		0	0	0	0	0
	Total	0	0	0	0	0
FTE		0.0	0.0	0.0	0.0	0.0

<u>Year</u>	<u>Adj Group</u>	<u>Labor</u>	<u>NLbr</u>	<u>NSE</u>	<u>Total</u>	<u>FTE</u>	<u>RefID</u>
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Note: Totals may include rounding differences.

**Beginning of Workpaper Sub Details for
Workpaper Group 095460**

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
 Witness: Maria T. Martinez
 Budget Code: 09546.0
 Category: B. DIMP
 Category-Sub: 1. Distribution Integrity Mgmt Program
 Workpaper Group: 095460 - Distribution Integrity Mgmt Program
 Workpaper Detail: 095460.001 - RAMP - Base BC 9546 is SDG&E DIMP DREAMS
 In-Service Date: Not Applicable
 Description:

RAMP - Base BC 9546 is SDG&E DIMP DREAMS

Forecast In 2016 \$(000)				
	Years	<u>2017</u>	<u>2018</u>	<u>2019</u>
Labor		404	404	404
Non-Labor		19,815	19,815	21,942
NSE		0	0	0
	Total	20,219	20,219	22,346
FTE		6.0	6.0	6.0

Note: Totals may include rounding differences.

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
 Witness: Maria T. Martinez
 Budget Code: 09546.0
 Category: B. DIMP
 Category-Sub: 1. Distribution Integrity Mgmt Program
 Workpaper Group: 095460 - Distribution Integrity Mgmt Program
 Workpaper Detail: 095460.001 - RAMP - Base BC 9546 is SDG&E DIMP DREAMS

RAMP Item # 1

RAMP Chapter: SDG&E-16

Program Name: DIMP DREAMS

Program Description: Distribution Integrity Management Programs - DREAMS

Risk/Mitigation:

Risk: Catastrophic Damage involving medium and non-DOT pipeline failure

Mitigation: #1

Forecast CPUC Cost Estimates (\$000)

	<u>2017</u>	<u>2018</u>	<u>2019</u>
Low	19,000	19,000	20,000
High	21,000	21,000	40,000

Funding Source: CPUC-GRC

Forecast Method: Zero-Based

Work Type: Mandated

Work Type Citation: na

Historical Embedded Cost Estimates (\$000)

Embedded Costs: 22346

Explanation:

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
 Witness: Maria T. Martinez
 Budget Code: 09546.0
 Category: B. DIMP
 Category-Sub: 1. Distribution Integrity Mgmt Program
 Workpaper Group: 095460 - Distribution Integrity Mgmt Program
 Workpaper Detail: 095460.002 - RAMP - Incremental BC 9546 is SDG&E DIMP DREAMS
 In-Service Date: Not Applicable
 Description:

RAMP - Incremental BC 9546 is SDG&E DIMP DREAMS

Forecast In 2016 \$(000)				
	Years	2017	2018	2019
Labor		0	0	0
Non-Labor		0	0	22,654
NSE		0	0	0
	Total	0	0	22,654
FTE		0.0	0.0	0.0

Note: Totals may include rounding differences.

San Diego Gas & Electric Company
2019 GRC - APP
Capital Workpapers

Area: TIMP & DIMP
Witness: Maria T. Martinez
Budget Code: 09546.0
Category: B. DIMP
Category-Sub: 1. Distribution Integrity Mgmt Program
Workpaper Group: 095460 - Distribution Integrity Mgmt Program
Workpaper Detail: 095460.002 - RAMP - Incremental BC 9546 is SDG&E DIMP DREAMS

RAMP Item # 1

RAMP Chapter: SDG&E-16

Program Name: RAMP - Incremental BC 9546 is SDG&E DIMP DREAMS

Program Description: DIMP DREAMS

Risk/Mitigation:

Risk: none

Mitigation: na

Forecast CPUC Cost Estimates (\$000)

	<u>2017</u>	<u>2018</u>	<u>2019</u>
Low	0	0	0
High	0	0	0

Funding Source: CPUC-GRC

Forecast Method: Zero-Based

Work Type: Mandated

Work Type Citation: na

Historical Embedded Cost Estimates (\$000)

Embedded Costs: 0

Explanation: