

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

COMMISSION ADVISORY AND
COMPLIANCE DIVISION
Energy Branch

RESOLUTION G-2987
MARCH 31, 1992

R E S O L U T I O N

RESOLUTION G-2987. SAN DIEGO GAS AND ELECTRIC
COMPANY'S REQUEST FOR COMMISSION APPROVAL TO REVISE
ELECTRIC AND GAS PRELIMINARY STATEMENTS.

BY ADVICE LETTER 768-G/825-E, FILED ON SEPTEMBER 3,
1991.

SUMMARY

1. San Diego Gas and Electric Company (SDG&E) requests approval to revise their electric and gas Preliminary Statements. The revisions being made will be used to record expenditures made by SDG&E for hazardous waste mitigation projects for which SDG&E has received Commission authorization to establish memorandum accounts.
2. This Resolution grants the request made in Advice Letter 768-G/825-E as modified by substitute sheets submitted to CACD on February 19, 1992.

BACKGROUND

On September 3, 1991 San Diego Gas and Electric filed advice letter 768-G/825-E requesting authorization to revise SDG&E's gas and electric preliminary statements in order to establish hazardous waste management memorandum accounts.

In Decision 88-09-063 the Commission authorized SDG&E to establish a memorandum account for hazardous waste expenditures. In this decision the Commission approved a settlement proposed in a stipulation agreement which allows SDG&E to record hazardous waste expenditures in memorandum accounts using the procedures and requirements established for Pacific Gas and Electric Company and Southern California Gas Company in Decisions 88-07-059 and 88-09-02,0 respectively.

The Commission Advisory and Compliance Division (CACD) requested that SDG&E should modify the advice letter in two ways. First, they should not be allowed to book capital costs into the memorandum account. These memorandum accounts are for cost associated with investigation and cleanup of hazardous waste. It is highly unlikely that any capital cost will be incurred. More

importantly, the costs booked into the memorandum account will accrue interest. Thus capital costs should be excluded.

Secondly, it is clearly stated in the SoCal and PGE decisions that no costs incurred prior to the issuance of a resolution authorizing an advice letter shall be booked into a memorandum account. SDG&E's preliminary statements must include the statement that no costs incurred prior to the resolution authorizing such costs shall be booked into the memorandum account.

SDG&E submitted a slip sheet on February 19, 1992 reflecting the two requested changes.

NOTICE

1. Public notice of this Advice Letter has been made by publication in the Commission's Calendar on September 9, 1991. SDG&E mailed copies of the Advice Letter to other utilities and government agencies.

PROTESTS

1. No protests to this Advice Letter have been received by Commission Advisory and Compliance Division.

FINDINGS

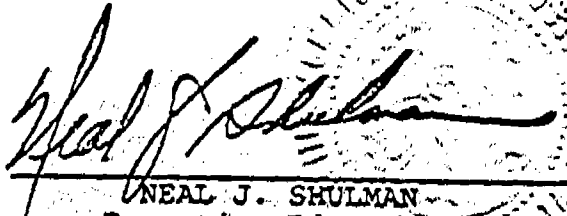
1. Decision 88-09-063 SDG&E to establish a memorandum account for hazardous waste expenditures.
2. SDG&E's Advice Letter 769-G/825-E as modified on February 19, 1992 meets the requirements established in Decision 88-09-063 for establishing hazardous waste memorandum accounts.

March 31, 1992

THEREFORE, IT IS ORDERED that:

1. San Diego Gas and Electric company is authorized to revise their electric and gas preliminary statements as requested in advice letter 768-G/825-E as modified on February 19, 1992.
2. Advice Letter 825-E/768-G shall be marked to show that it was approved by Commission Resolution G-2987.
3. This Resolution is effective today.

I hereby certify that this Resolution was adopted by the Public Utilities Commission at its regular meeting on March 31, 1992. The following Commissioners approved it:



NEAL J. SHULMAN
Executive Director

DANIEL Wm. FESSLER
President
JOHN B. O'HANLAN
PATRICIA M. ECKERT
NORMAN D. SHUMWAY
Commissioners