

From: Dowdell, Jennifer
Sent: 7/13/2011 1:07:52 PM
To: 'Shori, Sunil' (sunil.shori@cpuc.ca.gov); 'aad@cpuc.ca.gov' (aad@cpuc.ca.gov)
Cc: Hogenson, Todd (GT&D) (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=TRH4); [Redacted]
[Redacted]; Menegus, Daniel K (GT&D) (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=DKM4);
[Redacted] Horner, Trina (/O=PG&E/OU=CORPORATE/CN=RECIPIENTS/CN=TNHC)

Bcc:
Subject: RE: Additional Information Requested by CPSD re: PG&E's pipeline work prioritization process

Sunil and Aimee,

Per our discussion yesterday, below is an explanation of the prioritization model for the Pipe Modernization section of PG&E's Implementation Plan in the Gas Safety OIR along with a diagram illustrating the proposed work prioritization prepared by our engineers.

Please give me a call if you have questions and I will coordinate with our technical folks.

Best regards,

Jennifer
415-973-2904

Summary and clarification of PG&E's Work Prioritization Process

Projects will be prioritized based on a hierarchy factored prioritization system of:

- First, descending order of class location: 4 to 1, and
- Second, split at top 50 percent PIR per work type done prior to lower 50 percent of PIR, and Third) decreasing project HCA footage.

This prioritization model applies to the work on a project basis. All project consist of several pipe segments. PG&E will use the characteristics of the most conservative pipe segment per pipe project to use for the decisions in this model.

Below is a figure describing our proposed pipe work prioritization model used to prioritize project work by work type within a phase.

<<...>>

This prioritization project ordering will serve as the basis for developing a project schedule, but actual project completion will change based on the schedule impacts bulleted below:

- PG&E will schedule those projects with little or no expected permitting restrictions or delays sooner than those with significant permitting obstacles. Those projects with significant permitting challenges (e.g., endangered species and habitat) PG&E will begin engineering and permitting activities early in the Program, since permitting on some pipe segments make take up to 18 to 30 months before construction can begin.
- PG&E will make reasonable efforts to schedule work to minimize the impact to its system, maintain service to its customers, and ensure efficient use of resources.