BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Order Instituting Rulemaking on the Commission's Own Motion to Adopt New Safety and Reliability Regulations for Natural Gas Transmission and Distribution Pipelines and Related Ratemaking Mechanisms. Rulemaking 11-02-019 (Filed February 24, 2011)

DIVISION OF RATEPAYER ADVOCATES AMENDMENT TO COMMENTS ON PROPOSED DECISION

Pursuant to Rule 1.12 of the Commission's Rules of Practice and Procedure, the Division of Ratepayer Advocates (DRA) files this Amendment on Comments on the Proposed Decision filed on November 16, 2012, in the above-captioned proceeding.

DRA's Comments on the Proposed Decision contain two substantive typographical errors in Tables 2 and 3 on pages 8 and 10, respectively. DRA substitutes those two tables with the tables here, which show the error in redline under Scenario 1 "Disallowed Cost" for each table:

DRA Replacement Scenario	Cost model	Basis of disallowance	Disallowed Footage	Disallowed Cost	Calculated disallowance per foot
	PD				
	fixed	Per PG&E/PD,			
1	\$95.8/ft	calculation logic	172,264	\$ <u>1</u> 6,502,891	\$95.80
	PD	Same as DRA			
	fixed	Hydrotest Scenario			
2	\$95.8/ft	2	273,867	\$26,236,459	\$95.80
	PD	Same as DRA			
	fixed	Hydrotest Scenario		\$	
3	\$95.8/ft	3	450,467	43,154,739	\$95.80

Table 2: DRA Modeling To Correct Errors in Pipeline Replacement Disallowances

DRA Replacement Scenario	Cost model	Basis of disallowance	Disallowed Footage	Disallowed Cost	Calculated disallowance per foot
	PD				
	fixed	Per PG&E/PD,			
1	\$95.8/ft	calculation logic	172,264	\$ <u>1</u> 6,502,891	\$95.80
	PD	Same as DRA			and a state of the
	fixed	Hydrotest Scenario		State of the second	
2	\$95.8/ft	2	273,867	\$26,236,459	\$95.80
	PD	Same as DRA			
	fixed	Hydrotest Scenario		\$	
3	\$95.8/ft	3	450,467	43,154,739	\$95.80
	DRA	Per PG&E/PD,		\$	
4	variable	calculation logic	172,264	32,359,504	\$ 187.85
		Same as DRA			
	DRA	Hydrotest Scenario		\$	
5	variable	2	273,867	56,324,500	\$205.66
		Same as DRA			
	DRA	Hydrotest Scenario	and the second second	\$	
6	variable	3	450,467	78,803,421	\$174.94

 Table 3: DRA Modeling To Correct Errors in Pipeline Replacement Disallowances and Adjust For Proper Hydrotest Costs

Respectfully submitted,

/s/ TRACI BONE

TRACI BONE

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November 28, 2012