

ATTACHMENT 1

Total Award Cap as a Percentage of Budget:

	Cap Scenario	Cap Scenario
PG&E	2013	2014
Avg Annual Payments	\$ 34,820,175	\$ 34,820,175
Potential Penalty		
Average Annual Budget	\$380,855,972	\$ 380,855,972
Incentive as % of Budget	9.14%	9.14%
SCE	2013	2014
Avg Annual Payments	\$ 28,164,179	\$ 28,164,179
Potential Penalty		
Average Annual Budget	\$313,431,712	\$ 313,431,712
Incentive as % of Budget	8.99%	8.99%
SDG&E	2013	2014
Avg Annual Payments	\$ 8,981,481	\$ 8,981,481
Potential Penalty		
Average Annual Budget	\$ 96,256,649	\$ 96,256,649
Incentive as % of Budget	9.33%	9.33%
SoCalGas	2013	2014
Avg Annual Payments	\$ 7,562,304	\$ 7,562,304
Potential Penalty		
Average Annual Budget	\$ 79,265,870	\$ 79,265,870
Incentive as % of Budget	9.54%	9.54%
All Utilities	2013	2014
Avg Annual Payments	\$ 79,528,139	\$ 79,528,139
Potential Penalty		
Average Annual Budget	\$869,810,202	\$ 869,810,202
Incentive as % of Budget	9.14%	9.14%

An ex post savings performance award cap at 5.5% will bring the all IOU total award cap to 7% of EE budgets:

	PG&E	SCE	SDG&E	SCG	Total	% of total budget
Ex Post Savings Performance Award Cap at 5.5%	\$35,800,411	\$28,688,635	\$9,426,826	\$8,028,019	\$81,943,891	
All IOU 2013-14 Payment Cap	\$53,367,436	\$43,288,069	\$13,678,041	\$11,475,509	\$121,809,055	7.0%
				Total Budget	\$1,739,620,405	

Maximum Payment Cap by Component and IOU under DRA's Recommendations:

Total Incentive Caps	Award Caps (as a % of budget)	PG&E	SCE	SDG&E	SCG	Total
Non-resource program Management Fee	0.03	\$3,323,861	\$3,157,556	\$633,494	\$377,033	\$7,491,944
Ex Ante Compliance Performance Award	0.02	\$13,018,331	\$10,432,231	\$3,427,937	\$2,919,280	\$29,797,779
Codes and Standards program Management Fee	0.1	\$1,224,832	\$1,009,646	\$189,785	\$151,178	\$2,575,441
Ex Post Savings Performance Award	0.055	\$35,800,411	\$28,688,635	\$9,426,826	\$8,028,019	\$81,943,891
All IOU 2013-14 Payment Cap		\$53,367,436	\$43,288,069	\$13,678,041	\$11,475,509	\$121,809,055

Estimated “Business as Usual” Payments by Component and IOU under DRA’s Recommendations:

	Award Caps (as a % of budget)	PG&E	SCE	SDG&E	SCG	Total
Non-resource program Management Fee	0.03	\$3,323,861	\$3,157,556	\$633,494	\$377,033	\$7,491,944
Ex Ante Compliance Performance Award	0.02	\$8,852,465	\$5,842,049	\$1,062,660	\$1,050,941	\$16,808,116
Codes and Standards program Management Fee	0.1	\$1,224,832	\$1,009,646	\$189,785	\$151,178	\$2,575,441
Ex Post Savings Performance Award (Target Scenario)	0.055	\$21,684,319	\$17,482,137	\$5,955,102	\$6,392,310	\$51,513,869
Total 2013-14 Payment (Target Scenario)		\$35,085,478	\$27,491,389	\$7,841,042	\$7,971,461	\$78,389,370