



Surge Arrester Grounding

Briefing for SED

April 22, 2014

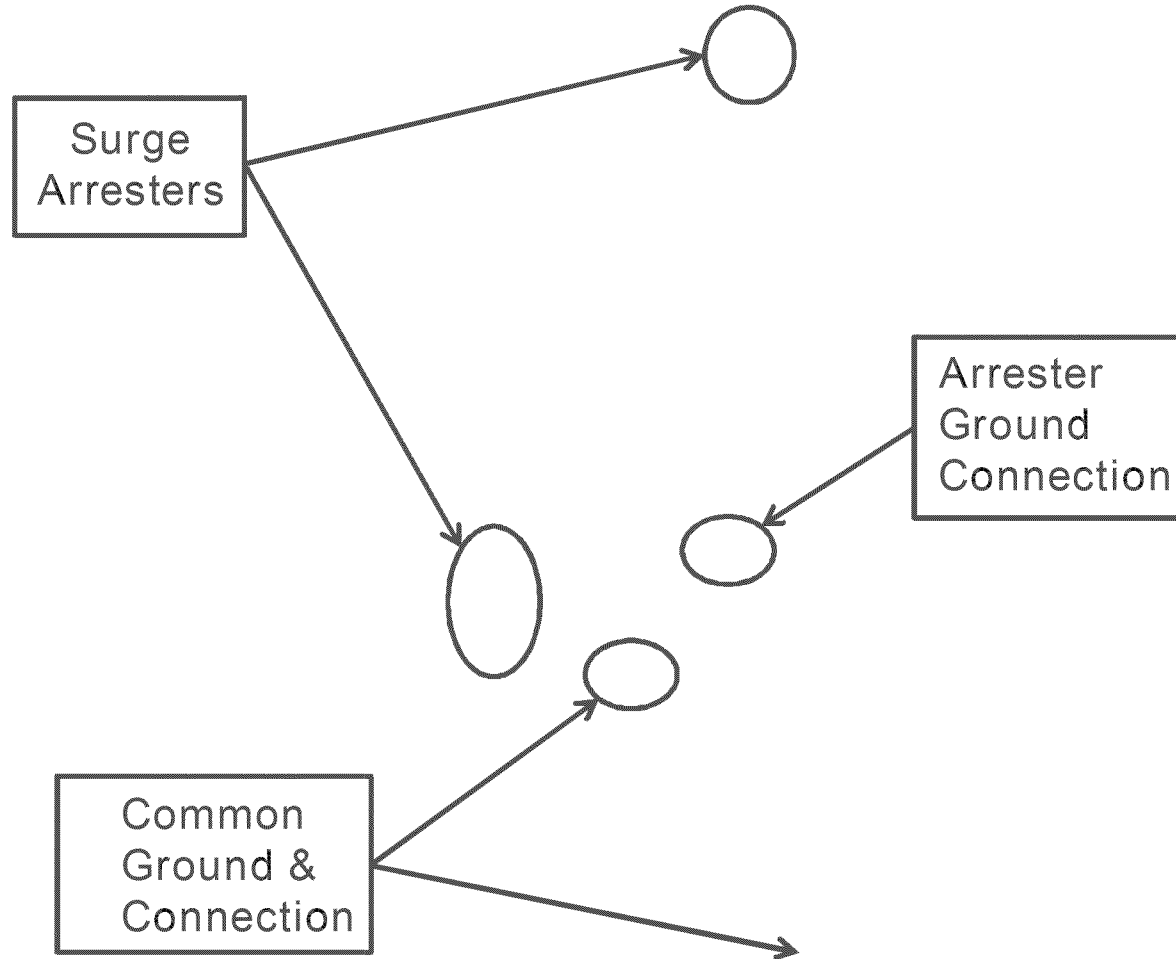


Background

- 1974: PG&E met with the CPUC to discuss the grounding of surge arresters. PG&E made a change to standards to allow a common ground wire and ground rods for distribution transformer secondary neutral conductors and surge arresters.
- 2007: PG&E contacted CPUC for clarification on the interpretation of Rule 33.3 of General Order 95. On October 12, 2007 the CPUC informed PG&E after reviewing Rule 33.3B that “Lightning arrester grounds may not be interconnected with secondary neutral grounds on single grounded secondary systems.”
- 2008: PG&E took steps to address surge arrester grounding.
 - PG&E issued Bulletin 2008-15 addressing the grounding of surge arresters and transformers and revised Document 021904 Installation of Grounds on Wood Pole Transmission and Distribution Lines which requires a separate ground for surge arresters installed on distribution transformers.
 - PG&E decided to make corrections following normal work practices at any location where the common ground condition exists.
- 2010: PG&E evaluated and decided to continue with approach instituted in 2008 to make corrections following normal work practices.
- 2014: PG&E is enhancing efforts to address surge arrester grounding.
 - Accelerating work to address existing surge arrester grounding issues. In late 2013, realized that failed surge arrester may have caused a November 2010 house fire.
 - Establishing tracking mechanism to measure our progress



Common Transformer Neutral Conductor and Surge Arresters Ground

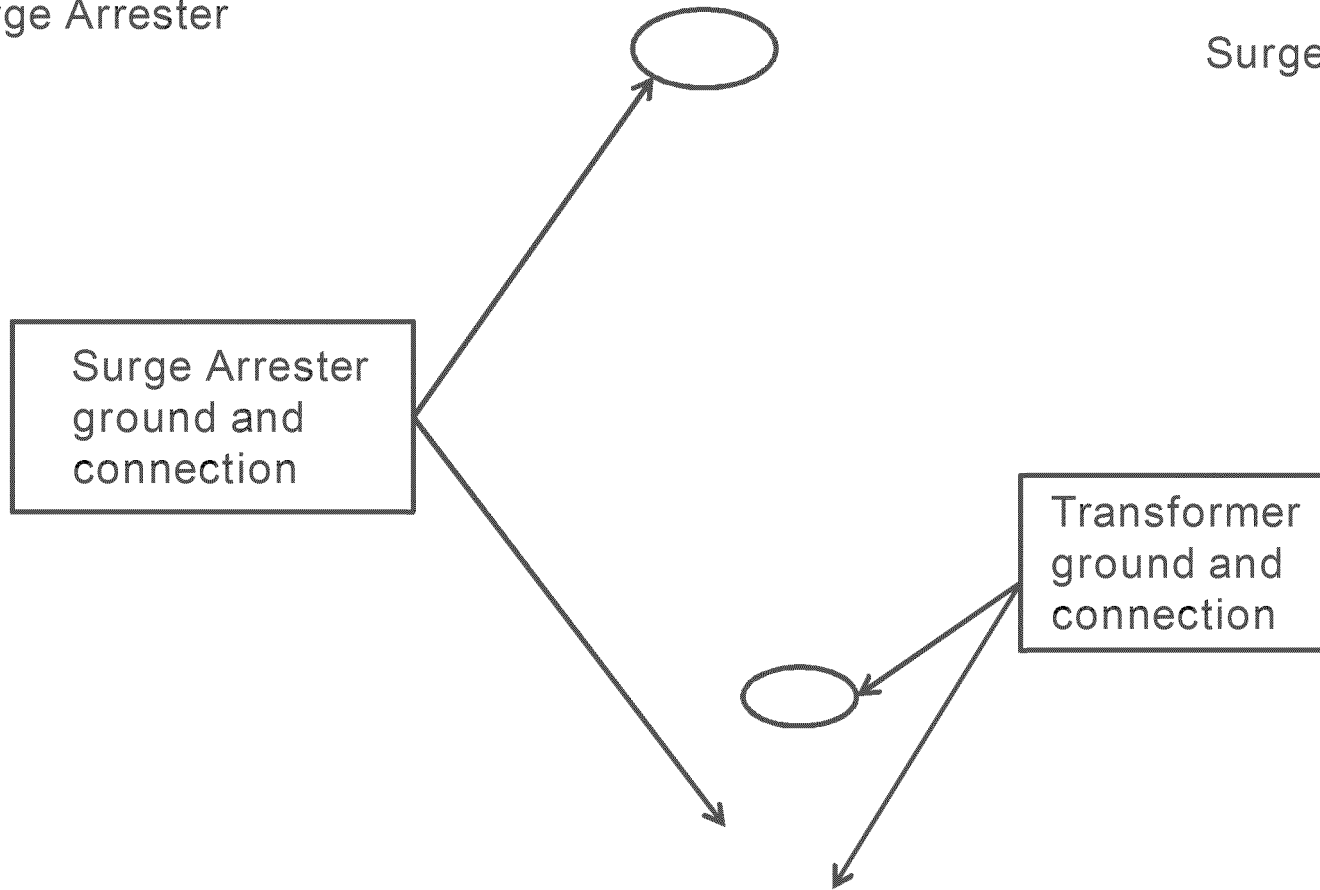




Separate Transformer Neutral Conductor and Surge Arresters Grounds

Surge Arrester

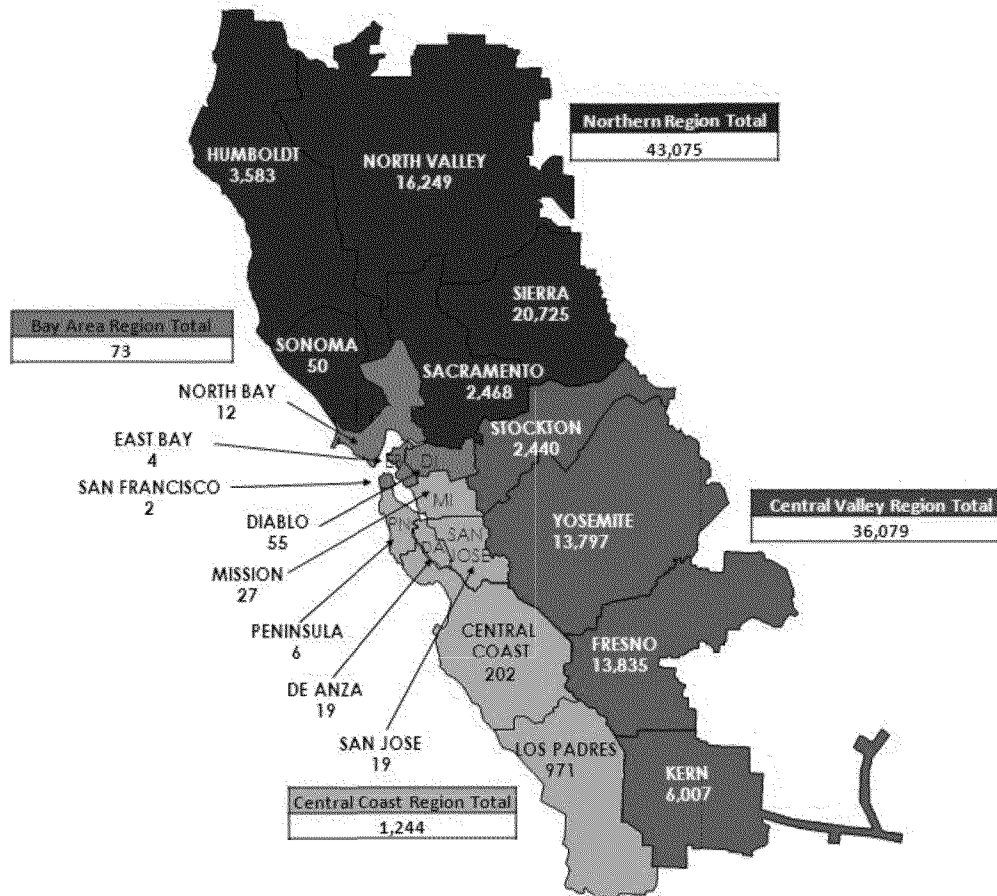
Surge Arrester





Transformers with Surge Arresters Installed 1975 - 2008

80,471 transformer locations with surge arrester installed in 1975 – 2008 were identified in the Centralized Electric Distribution System Assets (CEDSA) data base.





Corrective Action Plan

Utilize Public Safety & Regulatory (PS&R) overhead inspections to identify locations and create EC notifications to comply with GO 95 grounding requirements.

- Incorporate with GO 165 inspection requirements to identify locations that are grounded incorrectly.
- EC notifications then utilized to inventory and track corrective actions.
- Corrective actions performed to separately ground existing surge arresters.
- Plan would result in accurate inventory of locations and all existing surge arresters having a compliant ground within 6 years.
- Estimated total cost - \$70 million - \$80 million