From: Hughes, John (Reg Rel Sent: 7/7/2014 4:39:51 PM

To: Cadenasso, Eugene (eugene.cadenasso@cpuc.ca.gov)

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Cc:

Subject: Your request

Belinda and Eugene

Attached is the 1/1/15 gas rates assuming 1. The Gas Rates in the PD are effective 2. The 2015 PD attrition is incorporated 3. The full GT+S request is effective 1/1/15 and 4. The 2014 GRC undercollection for January through August is amortized over 2015. By separate email I will send you another spread sheet incorporating the same except that the 2014 GRC undercollection is amortized over two years once I receive it.

As I mentioned in my prior email, the actual rate increase for GT+S probably won't be effective until the second quarter of 2015. So I wanted to show you the impact of a two year amortization of the GRC undercollection would have on rates. Hope this helps.