

PRELIMINARY STATEMENT - PART VI - MEMORANDUM ACCOUNTS  
CORE GAS BALANCING MEMORANDUM ACCOUNT (CGBMA)

Sheet 1

1. Purpose

The CGBMA is an interest-bearing account recorded on SoCalGas' financial statements. Pursuant to Decision (D.) 19-08-002, Decision Regarding Feasibility of Incorporating Advanced Meter Data into the Core Balancing Process, the CGBMA will record the costs of the Advanced Metering Infrastructure (AMI) Data Aggregation System, automation of Scheduled Quantity trading for ENVOY, and other costs associated with requiring Gas Acquisition to balance to estimated actual consumption.

2. Applicability

See Disposition Section.

3. Rates

See Disposition Section.

4. Accounting Procedures

SoCalGas maintains this account by making monthly entries, net of applicable FF&U, as follows:

- a) A debit entry to record the O&M costs associated with the buildout of the AMI Data Aggregation System, the Scheduled Quantity imbalance trading automation buildout, and other costs associated with requiring Gas Acquisition to balance to estimated actual consumption;
- b) A debit entry to the capital-related costs (depreciation, return and taxes) associated with the buildout of the AMI Data Aggregation System to incorporate AMI data into Gas Acquisition's scheduling and balancing process and the buildout of the Scheduled Quantity trading system to automate scheduled trading;
- c) An entry to amortize the prior year's balance as authorized by the Commission; and
- d) An entry equal to interest on the average of the balance in the account during the month, calculated in the manner described in Preliminary Statement, Part I, J.

5. Disposition

The balance in the CGBMA will be addressed in SoCalGas' next GRC or other applicable proceeding.

(TO BE INSERTED BY UTILITY)  
ADVICE LETTER NO. 5506  
DECISION NO. 19-08-002

ISSUED BY  
**Dan Skopec**  
Vice President  
Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)  
SUBMITTED Aug 30, 2019  
EFFECTIVE Aug 1, 2019  
RESOLUTION NO. \_\_\_\_\_