

PRELIMINARY STATEMENT - PART VI - MEMORANDUM ACCOUNTS Sheet 2
RESEARCH DEVELOPMENT AND
DEMONSTRATION EXPENSE ACCOUNT (RDDEA)

(Continued)

5. Disposition

For the current GRC cycle (2019-2021), any over- or under-collected balance at the end of each year within the GRC cycle will be carried over to the following year. For any unspent RD&D funds at the end of the current GRC cycle, SoCalGas will propose in its next GRC proceeding to return the unspent funds in rates to customers. Overspent funds may not be recovered from ratepayers and shareholders will absorb the balance in the event actual expenses exceed authorized levels.

For the prior GRC cycles (2012-2015 and 2016-2018), SoCalGas is authorized to amortize any overcollection in gas transportation rates on an Equal Percent of Authorized Margin (EPAM) basis and transfer any residual balance at the end of the amortization period to the Core Fixed Cost Account (CFCA) and Noncore Fixed Cost Account (NFCA).

T,L
L
|
|
L
T

(TO BE INSERTED BY UTILITY)
 ADVICE LETTER NO. 5539
 DECISION NO. 19-09-051

ISSUED BY
Dan Skopec
 Vice President
 Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)
 SUBMITTED Oct 31, 2019
 EFFECTIVE Jan 1, 2020
 RESOLUTION NO. _____