

PRELIMINARY STATEMENT - PART VI - MEMORANDUM ACCOUNT
SAFETY CULTURE INVESTIGATION
ASSESSMENT MEMORANDUM ACCOUNT (SCIAMA)

Sheet 1

1. Purpose

The SCIAMA is an interest-bearing memorandum account that is recorded on the Utility’s financial statements. Pursuant to Administrative Law Judge’s Ruling dated July 14, 2020 in SoCalGas’ Safety Culture Order Instituting Investigation (OII), I.19-06-014 (Safety Culture Investigation), the purpose of the SCIAMA is to record the consultant costs paid by SoCalGas for the investigation into the safety culture of SoCalGas. Pursuant to the Assigned Commissioner’s Scoping Memo and Ruling, and Statutory Deadline Extension dated April 27, 2022 in SoCalGas’ OII I.19-06-014, SoCalGas is authorized to record consultant costs for the Phase 2 activities which includes the preparation of a Safety Culture Improvement Plan that is “developed with the support and guidance of qualified external expertise with demonstrated experience in safety culture improvement for high hazard industries.”

2. Applicability

The SCIAMA shall apply to all customers except those specifically excluded by the Commission.

3. Rates

The SCIAMA shall be applied to rates as described in Section 5 below.

4. Accounting Procedures

SoCalGas shall maintain the SCIAMA by recording entries at the end of each month as follows, net of FF&U, where applicable:

- a. A debit entry equal to the Phase 1 consultant costs paid by SoCalGas associated with a safety culture assessment/audit and the Phase 2 activities including the preparation of a Safety Culture Improvement Plan;
- b. An entry for amortization as authorized by the Commission;
- c. An entry equal to the interest on the average balance in the account at the beginning of the month and the balance after the entries above at a rate equal to 1/12 of the interest rate on three-month nonfinancial Commercial Paper for the previous month, as reported in the Federal Reserve Statistical Release, H.15, or its successor publication.

5. Disposition

The disposition of the SCIAMA balance will be addressed in SoCalGas’ next general rate case, at the conclusion of I.19-06-014, or as otherwise determined by the Commission.

(TO BE INSERTED BY UTILITY)

ADVICE LETTER NO. 5997
DECISION NO.

1C5

ISSUED BY

Dan Skopec
Vice President
Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)

DATE FILED Jun 24, 2022
EFFECTIVE Apr 27, 2022

RESOLUTION NO. _____

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