

PRELIMINARY STATEMENT - PART VII - TRACKING ACCOUNTS
VERNON REVENUE TRACKING ACCOUNT (VRTA)

Sheet 1

The VRTA is a tracking account. The purpose of the VRTA is to track the difference between wholesale revenues recorded for the City of Vernon and those revenues which would have otherwise been generated at SoCalGas tariff rates from customers situated within the City of Vernon.

SoCalGas maintains the VRTA by making entries to the account at the end of each month, as follows:

- a. A debit entry equal to the current weighted average SoCalGas retail rate for those customers who have elected to receive service from the City of Vernon, times the volumes of gas delivered under wholesale service to the City of Vernon.
- b. A credit entry equal to wholesale revenues received from the City of Vernon.
- c. 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.

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(TO BE INSERTED BY UTILITY)

ADVICE LETTER NO. 3653
 DECISION NO.

ISSUED BY

Lee Schavrien
 Vice President
 Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)

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