

PRELIMINARY STATEMENT - PART VI - MEMORANDUM ACCOUNTS
FIRE HAZARD PREVENTION MEMORANDUM ACCOUNT (FHPMA)

1. Purpose

The purpose of the FHPMA is to record all costs associated with fire hazard prevention incurred in complying with D.09-08-029 that have not been previously authorized for recovery in SoCalGas' General Rate Case (GRC) or other regulatory proceeding. These costs may include: (1) expenses associated with increasing trim clearance of vegetation (interim revisions to General Order (GO) 95); (2) expenses incurred in design, construction, and maintenance of facilities to mitigate fire hazard in high speed wind areas; and (3) any other expenses incurred in implementing this order.

2. Applicability

This account shall apply to all gas customers.

3. Rates

The projected year-end FHPMA balance will be applied to gas transportation rates as authorized by the Commission.

4. Accounting Procedures

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

- a) A debit entry each month equal to SoCalGas' expenses related to increasing the trim clearance of vegetation (interim revisions to GO 95);
- b) A debit entry each month equal to expenses incurred to mitigate fire hazard in high speed wind areas;
- c) A debit entry each month for additional costs incurred to comply with this order;
- d) A credit entry equal to the revenues to recover these costs as authorized by the Commission; and
- e) An entry equal to the 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 this account will be addressed in Phase 2 of Rulemaking 08-11-005.

(TO BE INSERTED BY UTILITY)
ADVICE LETTER NO. 4014
DECISION NO. 09-08-029

ISSUED BY
Lee Schavrien
Senior Vice President
Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)
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