



San Diego Gas & Electric Company
San Diego, California

	<u>Original</u>	Cal. P.U.C. Sheet No.	<u>15748-G</u>
	<u>Revised</u>		<u>7405-G</u>
Canceling	<u>Revised</u>	Cal. P.U.C. Sheet No.	<u>7406-G</u>

PRELIMINARY STATEMENT

Sheet 8

IV. BALANCING ACCOUNTS VIII. MISCELLANEOUS
HAZARDOUS SUBSTANCE CLEANUP COST ACCOUNT (HSCCA)

4. The utility shall allocate all Covered Hazardous Substance Cleanup Costs, 70% to the Gas Department and 30% to the Electric Department.
5. Entries shall be made into the HSCCA at the end of each month as follows:
 - a. A debit entry equal to:
 - (1) All Covered Hazardous Substance Cleanup Costs, Third Party Litigation Costs less Third Party Recoveries for the current month and all credit entries to the HSMA, less the total of all debit entries made to the HSCCA.
 - (2) 70% of all a.(1) debit entries and b.(1) credit entries made to the HSCCA.
 - b. A credit entry equal to:
 - (1) The current month's revenues recovered from the utility's sales multiplied by the appropriate HSCCA Rate(s); if any, less franchise fee and uncollectible expenses.
 - (2) Any transfers to a Commission approved balancing account (such as ERAM for Electric Service or GFCA for Gas Service) in the month the transfer is approved.
 - (3) 60% of the sum of the debit entries made in subsections (3),(4),(5),(6), and (7) of the HSCCA.
 - (4) 10% of the debit entries made in the HSCCA under subsection (2).
 - c. An entry to amortize the HSCCA balance in rates as authorized by the Commission.
 - d. A debit entry equal to the Monthly Interest Rate times the average of the balance in this account at the beginning of the month and the balance in this account after entries a. and b. above, if the average balance is a debit (credit entry, if the average balance is a credit).
6. Entries shall be made into the HSCCA at the end of each month as follows:
 - a. A debit entry equal to:
 - (1) If the utility's total Covered Hazardous Substance Cleanup Costs, Third Party Litigation Costs, and credit entries to the HSMA less Third Party Recoveries for the current and prior 83 months have not exceeded \$5,000,000, then, 5% of all Covered Hazardous Substance Cleanup Costs, Third Party Litigation Costs and credit entries to the HSMA, less Third Party Recoveries for the current month.

(Continued)

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