





San Diego Gas & Electric Company  
San Diego, California

	<u>Original</u>	Cal. P.U.C. Sheet No.	<u>19418-E</u>
	<u>Revised</u>		<u>16990-E</u>
Canceling	<u>Revised</u>	Cal. P.U.C. Sheet No.	<u>16991-E</u>

**PRELIMINARY STATEMENT**

Sheet 2

II. BALANCING ACCOUNTS

RESEARCH, DEVELOPMENT AND DEMONSTRATION (RD&D) BALANCING ACCOUNT

4. RD&D Accounting: (Continued)

- b. A credit entry equal to the monthly RD&D revenue; and
- c. An entry equal to monthly interest calculated by applying the Interest Rate to the average of the beginning balance and the ending balance.

5. Account Disposition

Pursuant to Commission D.03-04-027, the Utility shall file by October 1 of each year an advice letter requesting to apply to the electric PPP rate<sup>1</sup> effective January 1 of the following year 1) the net amortization component of electric PPP account balances and 2) the Commission's currently authorized program budget revenue requirements for the PPPs.

<sup>1</sup> Public Utilities Code Section 399.8 addresses the non-low-income energy efficiency, renewable energy, and research, development and demonstration programs. Section 399.8 requires a separate rate component to collect revenues to fund these programs and that the rate component "may not exceed" the level of the rate component that was used to recover funds authorized pursuant to Section 381 on January 1, 2000.

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