

PACIFIC GAS AND ELECTRIC COMPANY
Energy Efficiency 2018-2025 Rolling Portfolio Business Plan
Application 17-01-015
Data Response

PG&E Data Request No.:	ORA_01-Q22		
PG&E File Name:	EnergyEfficiency2018-2025-RollingPortfolioBusinessPlan_DR_ORA_01-Q22		
Request Date:	March 1, 2017	Requester DR No.:	PGE001
Date Sent:	March 15, 2017	Requesting Party:	ORA (Office of Ratepayer Advocates)
PG&E Witness:	Meghan Dewey	Requester:	Daniel Buch

SUBJECT: DATA REQUEST NO. ORA BUSINESS PLAN A1701013-PGE001. (ORA_01).

PORTFOLIO BUDGET

QUESTION 22

How did you forecast your portfolio budget? Please provide all models, documents, and analysis that informed your budget forecast.

ANSWER 22

Per D.15-10-028 p. 56, “It [the budget] will establish a “ballpark” figure for spending for the life of the business plan. The annual advice letter filings, not the business plans, will propose detailed budgets for cost recovery, transfer, and contracting purposes.”

Based on this guidance, PG&E started with the sector and cost category budget totals from its 2017 Annual Budget Advice Letter and made high-level adjustments for 2018-2025 to account for its outsourcing targets¹ as well as general operational efficiencies. These adjustments were applied proportionally to the sectors based on each sector’s 2017 proposed budget.

Given this high-level approach, PG&E did not develop any detailed models or analysis underlying its 2018-2025 budgets. PG&E will be able to provide models and greater detail for its 2018 – 2025 budgets as part of each Annual Budget Advice Letter.

¹ D.16-08-019 sets a minimum target of 60% of the utility’s total portfolio budget, including administrative costs and EM&V, to be proposed, designed, and delivered by third parties by the end of 2020 (D.16-08-019, p.74.)