

8330 Century Park Court San Diego, CA 92123

> Tel: 858.650.6110 Fax: 619.819.4173 SDrury@sdge.com

July 18, 2019

President Michael Picker Commissioner Martha Guzman Aceves Commissioner Liane M. Randolph Commissioner Clifford Rechtshaffen Commissioner Genevieve Shiroma Alice Stebbins, Executive Director 505 Van Ness Avenue San Francisco, CA 94102

Re: Notification of San Diego Gas & Electric Company's Commitment to Provide Fund Contributions Pursuant to Public Utilities Code Section 3292(a)

## Dear Commissioners:

On July 12, 2019, Governor Newsom signed into law Assembly Bill ("AB") 1054. Among other provisions, AB 1054 amends the Public Utility Code to establish a Wildfire Fund, including the "Insurance Fund" described in newly-added Section 3292. Section 3292(a) provides as follows:

If, within 15 days of the effective date of this part, each large electrical corporation not subject to an insolvency proceeding on the effective date of this part notifies the commission of its commitment to provide the initial contribution and the annual contributions, and subsequently provides its initial contribution as set forth in paragraph (4) of subdivision (b), the fund shall be established to pay eligible claims as set forth in subdivision (f) and obtain reimbursement from electrical corporations as set forth in subdivision (g).

As you know, SDG&E was not subject to an insolvency proceeding on the effective date. In accordance with Section 3292(a), SDG&E hereby notifies the Commission of its commitment to provide the required initial contribution and the annual contributions in order to establish the fund, and it will compute those contributions using the 4.3 percent wildfire fund allocation metric specified in Section 3280(n). SDG&E will make its initial contribution to the fund by September 10, 2019.

Please do not hesitate to contact me if you have any questions about this notification.

Sincerely,

Scott Drury

cc: Ed Randolph, Energy Division Director Arocles Aguilar, General Counsel