

**ENERGY DIVISION (ED) DATA REQUEST**

**ED-SDGE-DR-07**

**A.17-12-013**

**SDG&E 2018 Residential Rate Design Window**

**Date Received: April 2, 2018**

**Date Submitted: April 16, 2018**

**Question 7:**

In Benjamin Montoya's testimony, Chapter 3, pages BAM-5 to BAM-6, he estimates Energy Cost Impacts. Do these estimates include generation capacity cost impacts? Why weren't distribution capacity cost impacts estimated?

**SDG&E Response:**

Consistent with the testimony of Cynthia Fang, the testimony of Benjamin Montoya only includes energy cost impacts and does not include generation or distribution capacity cost impacts. As stated in the testimony of Cynthia Fang, "SDG&E contends, however, that the peak load reduction achieved from TOU rates would have to be long-term for there to be a reduction in the costs related to the generation capacity and infrastructure investment. As such, SDG&E believes it is premature to provide estimates of cost savings associated with generation capacity and infrastructure costs at this time." (CF-10, lines 8-13).