

California leads the nation in setting climate goals and policy

Governing Law
SB32——

60%

GHG Emission reduction by 2030 below 1990 levels across all sectors Governing Law
—— SB138 ——

40%

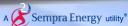
Methane emission reduction by 2030 below 1990 levels across all sectors

Governing Law
—— SB137 ——

RE 25%

Reduce methane emissions from natural gas operations 25% by 2025, giving priority to safety, reliability, and affordability of service







SB1371 Overview and Goals

Overview

- Senate Bill 1371 passed in September 2014
- CPUC opened a proceeding to adopt rules and procedures governing commission-regulated gas pipeline facilities to minimize methane emissions
- Utilities filed Compliance Plans in 2018, including implementation plans to meet the requirements of 26 Mandatory Best Practices

Goals

- Minimize methane emissions from operations by 20% by 2025 and 40% by 2030
- Give priority to safety, reliability, and affordability of service

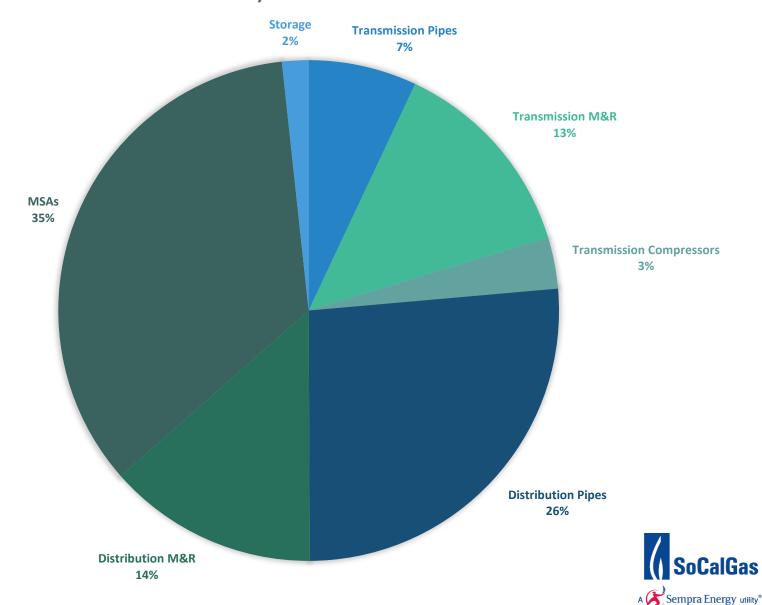
26 Best Practice Categories



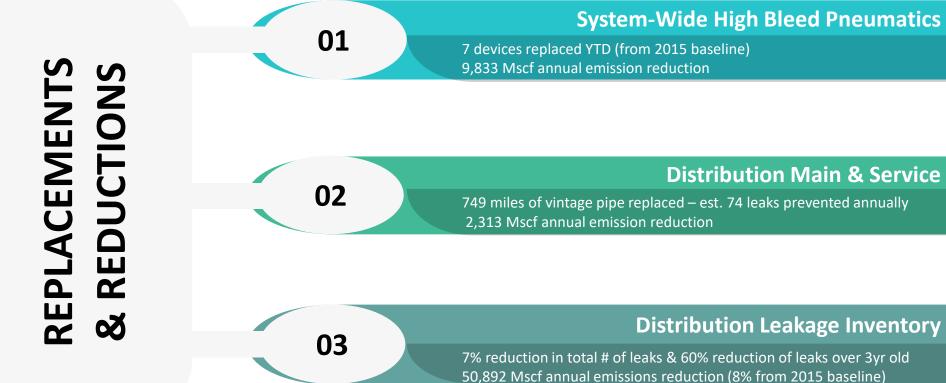
SoCalGas' 2018 Methane **Emissions** Inventory by Source Category

2,543 MMCF

2018 SOCALGAS NATURAL GAS EMISSIONS 2,543 MMCF

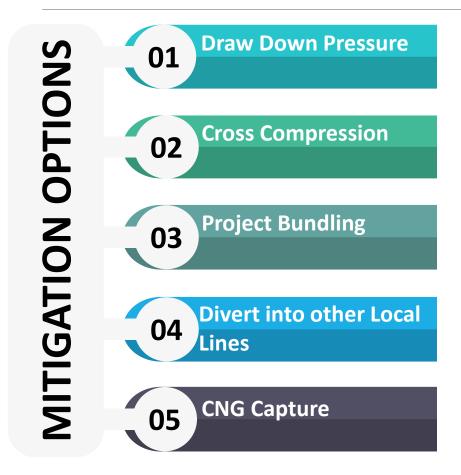


Facility Replacement or Reduction





Blowdown Reduction Program







Emission Detection Cost Effectiveness

Leak Surveys by Pipe Classification

Increase the frequency of leak survey allows utilities to find leaks faster, repair leaks more quickly, and reduce emissions

01

Unprotected Steel

(No Cathodic Protection)

- 3 year to 1 year survey
- \$34/MCF

"State of the Art" Plastic

- 5 year to 3 year survey
- \$421/MCF

02

03

Protected Steel

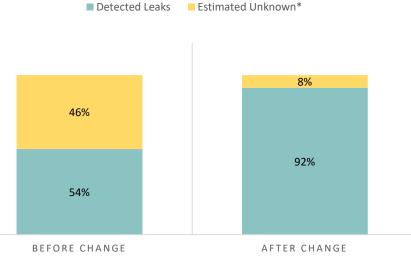
- 5 year to 3 year survey
- \$611/MCF



INCREASED ANNUAL LEAK SURVEY



INCREASED % OF LEAKS DETECTED



* Number of leaks are estimated in areas not surveyed in the report year

ACCELERATED SURVEY



STRATEGY

 Reduce number of unknown leaks



SOLUTION

 Change in survey rate from 3 years to annual



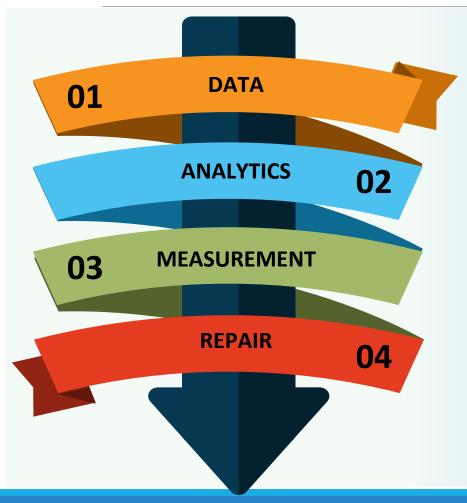
RESULTS

- Reduction in inventory of unknown leaks
- Reduction in associated emissions
- Allows for analysis of potential locations of large <u>lea</u>ks



SoCalGas

Large Leak Mitigation Strategy



COLLECT FIELD DATA

Leverage data collected during routine leak survey

DATA ANALYTICS

Algorithms identify leaks with highest probability to be "large" (10 CFH or more)

MEASURE SUBSET OF LEAKS

Measure approximately 20% of all leaks detected

PRIORITIZE LARGE LEAKS FOR REPAIR

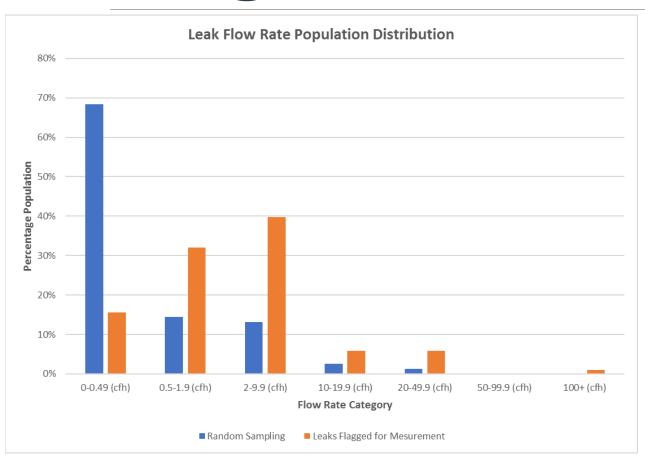
Expecting 2% of total leak inventory to be "large".

BENEFITS

- 1 Avoid measuring 80% of leaks detected
- 2 Minimize cost of implementation
- 3 Leverage accurate leak measurement methods



Progress to Date



SUCCESSFULLY BIASED THE SAMPLE POPULATION DISTRIBUTION

R&D completed developing data analytics approach to screen leak data

650+ leaks processed through data analytics with 102 leaks flagged for measurement (16%)

14 large leaks found out of 102 leaks measured (2% of the 650+ leaks processed)

Additional 180 leaks measured that were not flagged for measurement with only 2 large leaks found (1% - both on low end of "Large")

