



March 22, 2002

Advice No. 3134
(U 904 G)

Public Utilities Commission of the State of California

Subject: February 2002 Standby Procurement Charges

Southern California Gas Company (SoCalGas) hereby submits for filing revisions to its tariff schedules, applicable throughout its service territory, as shown on Attachment B.

Purpose

This routine monthly filing updates the Standby Procurement Charges in Schedule No. G-IMB for February 2002.

Background

Resolution G-3316, dated May 24, 2001, revised the Schedule No. G-IMB Standby Procurement Charge for negative monthly transportation imbalances that exceed the 10% tolerance band. The Standby Procurement Charges are:

1. Calculated at 150% of the highest daily border price index at the Southern California border for the period plus a Brokerage Fee of 0.266¢ per therm for noncore retail service and all wholesale service, and 0.201¢ per therm for core retail service. The highest daily border price index is an average of the highest prices from "NGI's Daily Gas Price Index - Southern California Border Average" and "Gas Daily's Daily Price Survey - SoCal gas, large pkgs Midpoint."
2. Calculated for a period that begins from the first day of the "flow month" (the month that the imbalance is incurred) and ends five days prior to the start of the imbalance trading period.
3. Posted at least one day in advance of the imbalance trading period.

Information

For the "flow month" of February 2002, the highest daily border price index at the Southern California border is \$0.33850 per therm. The resultant Standby Procurement Charges, calculated in the manner set forth above, are \$0.51041 per therm for noncore retail service and all wholesale service, and \$0.50976 per therm for core retail service. The workpaper showing details of the calculation of these rates is incorporated herein as Attachment C.

Protest

Anyone may protest this Advice Letter to the California Public Utilities Commission. The protest must state the grounds upon which it is based, including such items as financial and service impact, and should be submitted expeditiously. The protest must be made in writing and received within 20 days of the date of this Advice Letter. There is no restriction on who may file a protest. The address for mailing or delivering a protest to the Commission is:

Energy Division - IMC Branch
California Public Utilities Commission
505 Van Ness Avenue, 4th Floor
San Francisco, CA 94102

Copies of the protest should also be sent via e-mail to the attention of both Jerry Royer (jrr@cpuc.ca.gov) and Honesto Gatchalian (jnj@cpuc.ca.gov) of the Energy Division. A copy of the protest shall also be sent via both e-mail and facsimile to the addresses shown below on the same date it is mailed or delivered to the Commission.

Attn: Sid Newsom
Regulatory Tariff Administration - GT14D6
555 West Fifth Street
Los Angeles, CA 90013-1011
Facsimile No. (213) 244-4957
E-Mail: snewsom@sempra.com

Attn: C. Richard Swanson
Regulatory Tariff Manager – CP22D
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San Diego, CA 92123-1550
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Effective Date

It is respectfully requested that the tariff sheets filed herein be made effective March 22, 2002, the date filed, in order to comply with the Resolution G-3316 requirement that the rates be posted at least one day in advance of the start of the imbalance trading period, which is March 25, 2002.

Notice

In accordance with Section III.G of General Order No. 96-A, a copy of this advice letter is being sent to the parties listed on Attachment A.

LEE SCHAVRIEN
Vice President
Regulatory Affairs

Attachments

ATTACHMENT A

Advice No. 3134

(See Attached Service List)

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ATTACHMENT B
Advice No. 3134

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 34911-G	PRELIMINARY STATEMENT, PART II, SUMMARY OF RATES AND CHARGES, Sheet 6	Revised 34775-G
Revised 34912-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 2	Revised 34776-G
Revised 34913-G	TABLE OF CONTENTS	Revised 34843-G
Revised 34914-G	TABLE OF CONTENTS	Revised 34844-G

PRELIMINARY STATEMENT
 PART II
SUMMARY OF RATES AND CHARGES

Sheet 6

(Continued)

IMBALANCE SERVICE

Standby Procurement Charge

Core Retail Standby (SP-CR)

December, 2001	\$0.43214
January, 2002	\$0.39276
February, 2002	\$0.50976*

Noncore Retail Standby (SP-NR)

December, 2001	\$0.43279
January, 2002	\$0.39341
February, 2002	\$0.51041*

Wholesale Standby (SP-W)

December, 2001	\$0.43279
January, 2002	\$0.39341
February, 2002	\$0.51041*

Buy-Back Rate

Core and Noncore Retail (BR-R)

December, 2001	12.495¢
January, 2002	11.322¢
February, 2002	6.579¢

Wholesale (BR-W)

December, 2001	12.435¢
January, 2002	11.267¢
February, 2002	6.547¢

* Pursuant to Resolution G-3316, the February 2002 Standby Procurement Charge will be filed by separate advice letter at least one day prior to March 25, 2002.

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(TO BE INSERTED BY UTILITY)
 ADVICE LETTER NO. 3134
 DECISION NO.

ISSUED BY
Lee Schavrien
 Vice President
 Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)
 DATE FILED Mar 22, 2002
 EFFECTIVE Mar 22, 2002
 RESOLUTION NO. G-3316

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Schedule No. G-IMB
TRANSPORTATION IMBALANCE SERVICE

Sheet 2

(Continued)

RATES (continued)

Standby Procurement Charge

This charge is applied to customer's cumulative negative transportation imbalance (confirmed transportation deliveries less actual usage) exceeding the 10 percent tolerance band. The Standby Procurement Charge is posted at least one day in advance of each corresponding imbalance trading period for noncore/wholesale and core transport agents (CTAs). It is calculated at 150% of the highest daily border price index at the Southern California border beginning on the first day of the month that the imbalance is created to five days prior to the start of each corresponding imbalance trading period plus a Brokerage Fee of 0.266¢ per therm for noncore retail service and all wholesale service, and 0.201¢ per therm for core retail service. The highest daily border price index is an average of the highest prices from "NGI's Daily Gas Price Index – Southern California Border Average" and "Gas Daily's Daily Price Survey – SoCal gas, large pkgs Midpoint."

Core Retail Service:

SP-CR Standby Rate, per therm

December, 2001	\$0.43214
January, 2002	\$0.39276
February, 2002	\$0.50976*

Noncore Retail Service:

SP-NR Standby Rate, per therm

December, 2001	\$0.43279
January, 2002	\$0.39341
February, 2002	\$0.51041*

Wholesale Service:

SP-W Standby Rate per therm

December, 2001	\$0.43279
January, 2002	\$0.39341
February, 2002	\$0.51041*

* Pursuant to Resolution G-3316, the February 2002 Standby Procurement Charge will be filed by separate advice letter at least one day prior to March 25, 2002.

Buy-Back Rate

This rate is applied to customer's cumulative positive transportation imbalance (confirmed transportation deliveries less actual usage) exceeding the 10 percent tolerance band. The Buy-Back Rate is established effective the last day of each month and will be the lower of 1) the lowest incremental cost of gas purchased by Utility during the month the excess imbalance was incurred; or 2) 50% of the applicable core subscription procurement charge during the month such excess imbalance was incurred.

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TABLE OF CONTENTS

(Continued)

GT-SD	Intrastate Transmission Service	34413-G,30593-G,30594-G,30595-G
GT-RLS	Residual Load Service	27508-G,31497-G,27510-G
GW-LB	Wholesale Natural Gas Service	34782-G,34254-G,32677-G,32678-G,32679-G 32680-G,32681-G
GW-SD	Wholesale Natural Gas Service	34783-G,34415-G,32684-G 32685-G,32686-G
GW-SWG	Wholesale Natural Gas Service	34784-G,34258-G,32689-G 32690-G,32691-G
GW-VRN	Wholesale Natural Gas Service	34785-G,34260-G,32694-G 32695-G,32696-G,32697-G
G-IMB	Transportation Imbalance Service	29614-G,34912-G,34777-G,34842-G 34835-G,33497-G,33498-G
G-ITC	Interconnect Access Service	32698-G,32699-G
G-BSS	Basic Storage Service	32700-G,32701-G,32702-G,32703-G 32704-G,32705-G,32706-G,32707-G
G-AUC	Auction Storage Service	32708-G,32709-G,32710-G,32711-G 32712-G,32713-G,32714-G,32715-G
G-LTS	Long-Term Storage Service	32716-G,32717-G,32718-G,32719-G 32720-G,32721-G,32722-G,32723-G
G-TBS	Transaction Based Storage Service	32724-G,32725-G,27374-G,27375-G 31929-G,27377-G,27378-G
G-CBS	UDC Consolidated Billing Service	34071-G,34072-G,34073-G,33095-G
G-PPPS	Tax Surcharge to Fund Public Purpose Programs	34261-G,34262-G
G-SRF	Surcharge to Fund Public Utilities Commission Utilities Reimbursement Account	24565-G
G-MHPS	Surcharge to Fund Public Utilities Commission Master Metered Mobile Home Park Gas Safety Inspection and Enforcement Program	32828-G
G-MSUR	Transported Gas Municipal Surcharge	25005-G,25006-G
GIT	Interruptible Interutility Transportation	24567-G,24568-G
GLT	Long-Term Transportation of Customer-Owned Natural Gas	24569-G,24570-G,24571-G
GLT-1	Transportation of Customer-Owned Natural Gas	24572-G,24573-G,24574-G 24575-G,24576-G,24577-G
GLT-2	Transportation of Customer-Owned Natural Gas	24578-G,24579-G,24580-G 24581-G,24582-G,24583-G
G-LOAN	Hub Loaning	34263-G
G-PRK	Hub Parking	34264-G
G-WHL	Hub Service	34418-G

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 Vice President
 Regulatory Affairs

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 EFFECTIVE Mar 22, 2002
 RESOLUTION NO. G-3316

TABLE OF CONTENTS

The following listed sheets contain all effective Schedules of Rates and Rules affecting service and information relating thereto in effect on the date indicated thereon.

<u>GENERAL</u>	<u>Cal. P.U.C. Sheet No.</u>
Title Page	21888-G
Table of Contents--General and Preliminary Statement	34914-G,34423-G
Table of Contents--Service Area Maps and Descriptions	28516-G
Table of Contents--Rate Schedules	34813-G,34814-G,34913-G
Table of Contents--List of Cities and Communities Served	33771-G
Table of Contents--List of Contracts and Deviations	33771-G
Table of Contents--Rules	34696-G,33305-G
Table of Contents--Sample Forms	33712-G,34024-G,34697-G,34698-G,32785-G

PRELIMINARY STATEMENT

Part I General Service Information	24331-G,24332-G,24333-G,24334-G,24749-G
Part II Summary of Rates and Charges	34789-G,34790-G,34363-G,34364-G,34791-G,34911-G 32491-G,32492-G,34203-G,34792-G,34793-G,34368-G,34369-G
Part III Cost Allocation and Revenue Requirement ...	27024-G,27025-G,27026-G,27027-G,34370-G
Part IV Income Tax Component of Contributions and Advances	24353-G,24354-G
Part V Description of Regulatory Accounts-Balancing	34819-G,34820-G,34371-G 34821-G,34822-G,34823-G,34824-G,34825-G,34826-G,34827-G,34682-G
Part VI Description of Regulatory Accounts-Memorandum	34828-G,34279-G,34280-G 34281-G,34282-G,34283-G,34284-G,34285-G,34286-G,34683-G 34684-G,34289-G,34290-G,34291-G,34829-G,34830-G,34831-G,34832-G
Part VII Description of Regulatory Accounts-Tracking	34372-G,34373-G,34374-G 34375-G,34376-G,34377-G,34378-G,34379-G
Part VIII Gas Cost Incentive Mechanism (GCIM)	31776-G,31777-G,31778-G,30523-G,30524-G
Part IX Hazardous Substances Mechanism (HSM)	26199-G,26200-G,26201-G
Part X Global Settlement	32530-G,32531-G,32532-G,32533-G

(Continued)

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ATTACHMENT C

ADVICE NO. 3134

**RATE CALCULATION WORKPAPER
SCHEDULE NO. G-IMB STANDBY PROCUREMENT CHARGE FILING
EFFECTIVE FEBRUARY 2002**

G-IMB Standby Procurement Charge Calculation

The highest daily border price index is an average of the highest prices from “NGI’s Daily Gas Price Index - Southern California Border Average” and “Gas Daily’s Daily Price Survey - SoCal gas, large pkgs Midpoint.”

The highest daily border price index for the period was on March 20, 2002.

3/20/02 NGI’s Daily Gas Price Index (NDGPI) = \$0.3390 per therm

3/20/02 Gas Daily’s Daily Price Survey (GDDPS) = \$0.3380 per therm

Highest Daily Border Price Index (HDBPI) = (NDGPI + GDDPS) / 2

HDBPI = \$0.33850 per therm

SP-CR (Core Retail) = 150% x HDBPI + Core Brokerage Fee

SP-CR = 150% x \$ 0.33850 + \$ 0.00201 = \$ 0.50976

SP-NR (Noncore Retail) = 150% x HDBPI + Noncore Brokerage Fee

SP-NR = 150% x \$ 0.33850 + \$ 0.00266 = \$ 0.51041

SP-W (Wholesale) = 150% x HDBPI + Noncore Brokerage Fee

SP-W = 150% x \$ 0.33850 + \$ 0.00266 = \$ 0.51041