



J. Steve Rahon
Director
Tariffs & Regulatory Accounts

8315 Century Park Ct.
San Diego, CA 92123-1550
Tel: 858.654.1773
Fax 858.654.1788
srahon@SempraUtilities.com

December 26, 2002

Advice No. 3197-A
(U 904 G)

Public Utilities Commission of the State of California

**Subject: 2003 Public Purpose Program Surcharge in Compliance with
Resolution G-3342**

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

In accordance with Ordering Paragraph 4 of Resolution G-3342, SoCalGas is revising its tariffs to reflect the adopted 2003 Public Purpose Program (PPP) surcharge rates. This supplemental Advice Letter (AL) replaces in its entirety AL 3197 dated October 15, 2002.

Background

Assembly Bill (AB) 1002 directs the California Public Utilities Commission (Commission) to establish a gas surcharge annually to fund certain natural gas related public purpose programs such as low-income customer assistance, energy efficiency, and research and demonstration.

Ordering Paragraph 6 in Decision (D.) 02-09-021 states in part, "On the gas side, SDG&E, PG&E, and SoCal shall submit proposed gas surcharge rates, pursuant to Public Utilities Code Section 890(e), to become effective with other year-end consolidated gas rate updates on January 1, 2003. The proposed rates shall reflect today's CARE budgets." On October 15, 2002 SoCalGas filed AL 3197 proposing gas PPP surcharge rates.

On December 5, 2002, the Commission issued D.02-12-019 adopting 2003 Low Income Energy Efficiency (LIEE) budgets for PG&E, SCE, SoCalGas, and SDG&E. Ordering Paragraph 3 states in part, "On the gas side, PG&E, SDG&E, and SoCal shall consolidate any changes in rates resulting from this decision with the next Biennial Cost Adjustment Proceeding (BCAP) or in annual true-up filings in years between BCAPs."

Discussion

Resolution G-3342 adopts 2003 PPP surcharge rates for SoCalGas customers effective January 1, 2003. The PPP surcharge rates include: (1) the full CARE administrative budgets, (2) the amortization of a projected 2002 overcollection in the CARE balancing account, and (3) the incorporation of the LIEE budgets as adopted in D.02-12-019. The rates included in this filing supersede those filed in AL 3197.

Protest

Anyone may protest this Advice Letter to the 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 must be received within 20 days of the date 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 (jjr@cpuc.ca.gov) and to Honesto Gatchalian (jnj@cpuc.ca.gov) of the Energy Division. A copy of the protest should also be sent via both e-mail and facsimile to the address shown below on the same date it is mailed or delivered to the Commission.

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

Effective Date

Pursuant to Ordering Paragraph 4 of Resolution G-3342, SoCalGas requests that the revised tariffs included herein become effective on January 1, 2003.

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, which includes the parties on the service lists in A.02-04-031, et al. and R.01-08-027.

J. STEVE RAHON
Director
Tariffs and Regulatory Accounts

Attachments

ATTACHMENT A
Advice No. 3197-A

(See Attached Service List)

ACN Energy
Hans Herzog
hans.herzog@acnenergy.com

ACN Energy
Mark Warno
mark.warno@acnenergy.com

ACN Energy
Tony Cusati
tony.cusati@acnenergy.com

AFBCA/DB March
3430 Bundy Ave., Bldg. 3408
March AFC, CA 92518-1504

Aglet Consumer Alliance
James Weil
jweil@aglet.org

Alcantar & Kahl
Elizabeth Westby
egw@a-klaw.com

Alcantar & Kahl
Kari Harteloo
klc@a-klaw.com

Alcantar & Kahl LLP
Phil Vizcarra
120 Montgomery Street, Ste 2200
San Francisco, CA 94104

BP Amoco, Reg. Affairs
Marianne Jones
501 West Lake Park Blvd.
Houston, TX 77079

BP EnergyCo.
J. M. Zaiontz
Zaiontj@bp.com

Barkovich & Yap
Catherine E. Yap
ceyap@earthlink.net

Berliner, Camdon & Jimison
John Jimison
johnj@bcjlaw.com

Beta Consulting
John Burkholder
burkee@cts.com

CPUC
Consumer Affairs Branch
505 Van Ness Ave., #2003
San Francisco, CA 94102

CPUC
R. Mark Pocta
rmp@cpuc.ca.gov

CPUC
Energy Rate Design & Econ.
505 Van Ness Ave., Rm. 4002
San Francisco, CA 94102

CSC Energy
Ron McKillip
rmckilli@csc.com

California Energy Market
Lulu Weinzimer
luluw@newsdata.com

Calpine Corp
Avis Clark
aclark@calpine.com

City of Anaheim
Ben Nakayama
Public Utilities Dept.
P. O. Box 3222
Anaheim, CA 92803

City of Azusa
Light & Power Dept.
215 E. Foothill Blvd.
Azusa, CA 91702

City of Banning
Paul Toor
P. O. Box 998
Banning, CA 92220

City of Burbank
Fred Fletcher/Ronald Davis
164 West Magnolia Blvd., Box 631
Burbank, CA 91503-0631

City of Colton
Thomas K. Clarke
650 N. La Cadena Drive
Colton, CA 92324

City of Glendale
Larry Silva
lsilva@ci.glendale.ca.us

City of Lompoc
H. Paul Jones
100 Civic Center Plaza
Lompoc, CA 93438

City of Long Beach, Gas Dept.
Chris Garner
2400 East Spring Street
Long Beach, CA 90806-2385

City of Los Angeles
City Attorney
1700 City Hall East
Los Angeles, CA 90012

City of Pasadena
Manuel A. Robledo
150 S. Los Robles Ave., #200
Pasadena, CA 91101

City of Riverside
Stephen Aronson
saronson@ci.riverside.ca.us

City of Vernon
Kenneth J. DeDario
kdedario@ci.vernon.ca.us

Coral Energy
Walter Cinibulk
wcinibulk@coral-energy.com

County of Los Angeles
Stephen Crouch
1100 N. Eastern Ave., Room 300
Los Angeles, CA 90063

Crossborder Energy
Tom Beach
tomb@crossborderenergy.com

Davis Wright Tremaine, LLP
Edward W. O'Neill
One Embarcadero Center, #600
San Francisco, CA 94111-3834

Davis, Wright, Tremaine
Judy Pau
judypau@dwt.com

Dept. of General Services
Celia Torres
celia.torres@dgs.ca.gov

Dan Douglass
douglass@energyattorney.com

Downey, Brand, Seymour & Rohwer
Ann Trowbridge
atrowbridge@dbsr.com

Downey, Brand, Seymour & Rohwer
Phil Stohr
pstohr@dbsr.com

Downey, Brand, Seymour & Rohwer
Dan Carroll
dcarroll@dbsr.com

Dynegy
Joseph M. Paul
jmpa@dynegy.com

Edson & Modisette
925 L Street, Ste 1490
Sacramento, CA 95814

El Paso Natural Gas Company
Richard O. Baish
P. O. Box 1492
El Paso, TX 79978

Energy Law Group, LLP
Andrew Skaff
askaff@energy-law-group.com

Energy Law Group, LLP
Diane Fellman
difellman@energy-law-group.com

Enserch Gas Marketing, Inc.
Cathy Hawes
353 Sacramento, St., Suite 400
San Francisco, CA 94111

Gas Purchasing
BC Gas Utility Ltd.
16705 Fraser Highway
Surrey, British Columbia, V3S 2X7

General Services Administration
Dir., Public Utility Services Div.
Public Bldgs. Serv., Rm. 7325
18th and F Streets, N.W.
Washington, D.C. 20405

General Services Administration
Facilities Management (9PM-FT)
450 Golden Gate Ave.
San Francisco, CA 94102-3611

William Gibson
weg@cpuc.ca.gov

Goodin, MacBride, Squeri
J. H. Patrick
hpatrick@gmssr.com

Goodin, MacBride, Squeri
James D. Squeri
jsqueri@gmssr.com

Hanna & Morton
Norman A. Pedersen, Esq.
npedersen@hanmor.com

David Huard
dhuard@manatt.com

Louise Huen
lou@cpuc.ca.gov

Imperial Irrigation District
K. S. Noller
P. O. Box 937
Imperial, CA 92251

JBS Energy
Jeff Nahigian
jeff@jbsenergy.com

Jeffer, Mangels, Butler & Marmaro
One Sansome Street, 12th Floor
San Francisco, CA 94104-4430

LADWP
Nevenka Ubavich
nubavi@ladwp.com

LADWP
Randy Howard
P. O. Box 51111, Rm. 956
Los Angeles, CA 90051-0100

Law Offices of William H. Booth
William Booth
wbooth@booth-law.com

LeBoeuf, Lamb, Greene
Christopher Hilen
chilen@llgm.com

Luce, Forward, Hamilton & Scripps
John Leslie
jleslie@luce.com

MRW & Associates
Robert Weisenmiller
mrw@mrwassoc.com

Matthew Brady & Associates
Matthew Brady
matt@bradylawus.com

National Utility Service, Inc.
Jim Boyle
One Maynard Drive, P. O. Box 712
Park Ridge, NJ 07656-0712

Navigant Consulting, Inc.
Katie Elder
katie_elder@rmiinc.com

Office of Energy Assessments
Bill Knox
bill.knox@dgs.ca.gov

PG&E National Energy Group
Eric Eisenman
eric.eisenman@neg.pge.com

Pacific Gas & Electric Co.
John Clarke
Regulatory R77 Beale, B30A B10C
San Francisco, CA 94105

Praxair Inc
Rick Noger
rick_noger@praxair.com

Questar Southern Trails
Lenard Wright
lenardw@questar.com

Ramesh Ramchandani
rxr@cpuc.ca.gov

Regulatory & Cogen Services, Inc.
Donald W. Schoenbeck
900 Washington Street, #1000
Vancouver, WA 98660

Richard Hairston & Co.
Richard Hairston
hairstonco@aol.com

Southern California Edison Co
Fileroom Supervisor
2244 Walnut Grove Ave., Room 290,
GO1
Rosemead, CA 91770

Southern California Edison Co
Karyn Gansecki
601 Van Ness Ave., #2040
San Francisco, CA 94102

Southern California Edison Co.
Colin E. Cushnie
cushnice@sce.com

Southern California Edison Co.
John Quinlan
john.quinlan@sce.com

Southern California Edison Co.
Kevin Cini
cinikr@sce.com

Southern California Edison Company
Martin Collette
martin.collette@sce.com

Southwest Gas Corp.
Edward Zub
P. O. Box 98510
Las Vegas, NV 89193-8510

Suburban Water System
Bob Kelly
1211 E. Center Court Drive
Covina, CA 91724

Sutherland, Asbill & Brennan
Keith McCrea
kmccrea@sablaw.com

TURN
Marcel Hawiger
marcel@turn.org

TURN
Mike Florio
mflorio@turn.org

Transwestern Pipeline Co.
Kelly Allen
kelly.allen@enron.com

Vandenberg AFB
Ken Padilla
ken.padilla@vandenberg.af.mil

Western Division, Naval Facilities
Engineering Code 1642
900 Commodore Dr.
San Bruno, CA 94066-2402

White & Case
Regulatory Affairs
regaffairs@sf.whitecase.com

CONSUMER AFFAIRS CONSULTANT
 BARBARA R. ALEXANDER
 barbalex@ctel.net

LATINO ISSUES FORUM
 SUSAN E. BROWN
 lifcentral@lif.org

BOBBURT
 ROBERT E. BURT
 bburt@macnexus.org

CALIF PUBLIC UTILITIES COMMISSION
 Eugene Cadenasso
 cpe@cpuc.ca.gov

SESCO, INC.
 RICHARD ESTEVES
 sesco@optonline.net

CALIF PUBLIC UTILITIES COMMISSION
 Jonathan E Faulks
 jfe@cpuc.ca.gov

PACIFIC GAS AND ELECTRIC
 COMPANY
 SYLVIA GARDNER
 sdg6@pge.com

MEG GOTTSTEIN
 gottstein@volcano.net

CALIF PUBLIC UTILITIES COMMISSION
 Meg Gottstein
 meg@cpuc.ca.gov

AARP
 CORALETTE HANNON
 channon@aarp.org

SOUTHERN CALIFORNIA EDISON
 COMPANY
 JENNIFER R. HASBROUCK
 jennifer.hasbrouck@sce.com

CALIF PUBLIC UTILITIES COMMISSION
 Jessica T. Hecht
 jhe@cpuc.ca.gov

AARP
 ROBERT F. MANIFOLD
 manifold@pobox.com

CPUC
 MONICA MCCRARY
 mlm@cpuc.ca.gov

PACIFIC GAS AND ELECTRIC
 COMPANY
 ROBERT B. MCLENNAN
 rbm4@pge.com

DANIEL W. MEEK
 dan@meek.net

SEMPRA UTILITIES
 MARGEE MOORE
 mmoore@semprautilities.com

CALIF PUBLIC UTILITIES COMMISSION
 Karen Miller
 knr@cpuc.ca.gov

CALIF PUBLIC UTILITIES COMMISSION
 Barbara A. Morton
 bam@cpuc.ca.gov

QUALITY CONSERVATION SERVICES,
 INC.
 ALLAN RAGO
 a.rago@verizon.net

CALIF PUBLIC UTILITIES COMMISSION
 Stephen J. Rutledge
 sjr@cpuc.ca.gov

CALIF PUBLIC UTILITIES COMMISSION
 Maria E. Stevens
 mer@cpuc.ca.gov

SEMPRA ENERGY
 MICHAEL THORP
 mthorp@sempra.com

CALIF PUBLIC UTILITIES COMMISSION
 George S Tagnipes
 jst@cpuc.ca.gov

CALIF PUBLIC UTILITIES COMMISSION
 Terrie J. Tannehill
 tjt@cpuc.ca.gov

FRESNO COUNTY ECONOMIC
 OPPORTUNITIES COM
 PAUL WHITE
 paul.white@fresnoeoc.org

WINEGARD ENERGY
 WALLIS WINEGARD
 wallis@winegardenergy.com

CALIF PUBLIC UTILITIES COMMISSION
 Donna L. Wagoner
 dlw@cpuc.ca.gov

CALIF PUBLIC UTILITIES COMMISSION
 Ivy Walker
 imw@cpuc.ca.gov

CALIF PUBLIC UTILITIES COMMISSION
 Rosalina White
 raw@cpuc.ca.gov

CALIF PUBLIC UTILITIES COMMISSION
 Carl W. Wood
 cxw@cpuc.ca.gov

CALIF PUBLIC UTILITIES COMMISSION
Zaida Amaya-Pineda
zca@cpuc.ca.gov

SOCAL GAS AND SDG&E
GEORGETTA J. BAKER
gbaker@sempra.com

COOPER, WHITE & COOPER ,L.L.P.
JEFFREY F. BECK
smalllecs@cwclaw.com

LATINO ISSUES FORUM
SUSAN E. BROWN
lifcentral@lif.org

BOBBURT
ROBERT E. BURT
bburt@macnexus.org

CALIF PUBLIC UTILITIES COMMISSION
Rashmi M. Bhatia
rmb@cpuc.ca.gov

MICHAEL A. CARTELLI
Mcart108@earthlink.net

VERIZON CALIFORNIA INC.
RICHARD A. CHAPKIS
richard.chapkis@verizon.com

PACIFIC GAS AND ELECTRIC COMPANY
DANIEL COOLEY
dfc2@pge.com

WEST COAST GAS CO., INC.
RAYMOND J. CZAHR
10157 MISSILE WAY
MATHER, CA 95655

CALIF PUBLIC UTILITIES COMMISSION
Eugene Cadenasso
cpe@cpuc.ca.gov

CALIF PUBLIC UTILITIES COMMISSION
Robert C. Cagen
rcc@cpuc.ca.gov

CALIF PUBLIC UTILITIES COMMISSION
Sherrene Chew
spc@cpuc.ca.gov

DEPARTMENT OF COMMUNITY SERVICES
TIMOTHY DAYONOT
tdayonot@csd.ca.gov

PACIFICORP
MARISA DECRISTOFORO
marisa.decristoforo@pacificcorp.com

VERIZON CALIFORNIA INC.
ELAINE DUNCAN
elaine.duncan@verizon.com

SESCO, INC.
RICHARD ESTEVES
sesco@optonline.net

CALIF PUBLIC UTILITIES COMMISSION
Gilbert Escamilla
gil@cpuc.ca.gov

MOUNTAIN UTILITIES
GENE FERRIS
gferris@ski-kirkwood.com

THE UTILITY REFORM NETWORK
BOB FINKELSTEIN
bfinkelstein@turn.org

PACIFIC GAS AND ELECTRIC COMPANY
SYLVIA D. GARDNER
sdg6@pge.com

SIERRA PACIFIC POWER CO.
TERESA GARDNER
tgardner@sppc.com

MEG GOTTSTEIN
gottstein@volcano.net

CALIF PUBLIC UTILITIES COMMISSION
Meg Gottstein
meg@cpuc.ca.gov

SOUTHERN CALIFORNIA EDISON COMPANY
JENNIFER R. HASBROUCK
jennifer.hasbrouck@sce.com

JAMES HODGES
hodgesjl@pacbell.net

CALIF PUBLIC UTILITIES COMMISSION
Jessica T. Hecht
jhe@cpuc.ca.gov

COUNTY OF RIVERSIDE
MARIA JUAREZ
mjuarez@riversidedpss.org

SOUTHWEST GAS CORPORATION
WALLACE C. KOLBERG
wally.kolberg@swgas.com

HEMSTREET ASSOCIATES
IRINA KRISHPINOVICH
irina@ideasarecheap.com

ALPINE NATURAL GAS OPERATING
CO. #1 LLC
MIKE LAMOND
PO BOX 550
VALLEY SPRINGS, CA 95252

PACIFIC GAS AND ELECTRIC
COMPANY
EVELYN C. LEE
ecl8@pge.com

EL CONCILIO OF SAN MATEO
ORTENSIA LOPEZ
or10sia@aol.com

AARP
ROBERT F. MANIFOLD
manifold@pobox.com

RESCUE
DANIEL W. MEEK
dan@meek.net

AVISTA UTILITIES
KATHY MITCHELL
rateca@avistacorp.com

SOCAL WATER/BEAR VALLEY
ELECTRIC
RONALD MOORE
kswitzer@scwater.com

CALIF PUBLIC UTILITIES COMMISSION
Lynn A. Maack
lam@cpuc.ca.gov

CALIF PUBLIC UTILITIES COMMISSION
Monica L. McCrary
mlm@cpuc.ca.gov

CALIF PUBLIC UTILITIES COMMISSION
Barbara A. Morton
bam@cpuc.ca.gov

SIERRA PACIFIC POWER COMPANY
DAVID M. NORRIS
dnorris@sppc.com

BAY AREA POVERTY RESOURCE
COUNCIL
WILLIAM F. PARKER
wparker@baprc.com

QUALITY CONSERVATION SERVICES,
INC.
ALLAN RAGO
arago@qcscsca.com

SEMPRA ENERGY
THEODORE ROBERTS
troberts@sempra.com

CALIF PUBLIC UTILITIES COMMISSION
Manuel Ramirez
mzr@cpuc.ca.gov

CALIF PUBLIC UTILITIES COMMISSION
Stephen J. Rutledge
sjr@cpuc.ca.gov

RHA
GEORGE SANCHEZ JR.
gsanchez@rhainc.com

RICHARD HEATH & ASSOCIATES
GEROGE SANCHEZ, JR.
gsanchez@rhainc.com

COOPER, WHITE & COOPER, LLP
MARK P. SCHREIBER
mschreiber@cwclaw.com

ENERGY LAW GROUP, LLP
ANDREW J. SKAFF
askaff@energy-law-group.com

HOUSING CALIFORNIA
JULIE SNYDER
jsnyder@housingca.org

SOUTHERN CALIFORNIA GAS
COMPANY
FRANK A. SPASARO
fspasaro@socalgas.com

SOUTHERN CALIFORNIA WATER
COMPANY
KEITH SWITZER
kswitzer@scwater.com

CALIF PUBLIC UTILITIES COMMISSION
Maria E. Stevens
mer@cpuc.ca.gov

CALIF PUBLIC UTILITIES COMMISSION
Jeorge S Tagnipes
jst@cpuc.ca.gov

CALIF PUBLIC UTILITIES COMMISSION
Terrie J. Tannehill
tjt@cpuc.ca.gov

VERIZON HAWAII TEL.
LESLIE ALAN UEOKA
les.ueoka@verizon.com

FRESNO COUNTY ECONOMIC
OPPORTUNITIES COM
PAUL WHITE
paul.white@fresnoeoc.org

SAN DIEGO GAS AND ELECTRIC
COMPANY
YOLE WHITING
ywhiting@sdge.com

WINEGARD ENERGY, INC
WALLIS WINEGAR
wallis@winegardenergy.com

ALAN WOO
alanwoo@earthlink.net

CALIF PUBLIC UTILITIES COMMISSION
Donna L. Wagoner
dlw@cpuc.ca.gov

CALIF PUBLIC UTILITIES COMMISSION
Ivy Walker
imw@cpuc.ca.gov

CALIF PUBLIC UTILITIES COMMISSION
Carl W. Wood
cxw@cpuc.ca.gov

SOUTHERN CALIFORNIA EDISON
COMPANY
caseadmin@sce.com

ATTACHMENT B
Advice No. 3197-A

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 36105-G	PRELIMINARY STATEMENT, PART II, SUMMARY OF RATES AND CHARGES, Sheet 9	Revised 34203-G*
Revised 36106-G	Schedule No. G-PPPS, TAX SURCHARGE TO FUND PUBLIC PURPOSE PROGRAMS, Sheet 1	Revised 34261-G*
Revised 36107-G	TABLE OF CONTENTS	Revised 36103-G
Revised 36108-G	TABLE OF CONTENTS	Revised 36104-G

PRELIMINARY STATEMENT
 PART II
SUMMARY OF RATES AND CHARGES

Sheet 9

(Continued)

TAX SURCHARGE TO FUND PUBLIC PURPOSE PROGRAMS

Schedule G-PPPS

<u>Customer Class</u>	<u>Tax Surcharge</u>	
	<u>For all service, per meter, per month</u>	
	<u>CARE Customer</u>	<u>Non-CARE Customer</u>
	(¢/therm)	(¢/therm)
Core		
Residential	1.881	2.781
Commercial/Industrial	1.812	2.712
Gas Air Conditioning	0.073	0.972
Gas Engine	N/A	1.326
Natural Gas Vehicle	N/A	0.900
Noncore		
Commercial/Industrial	N/A	0.908

I,R
R
|
|
R
R

SURCHARGE TO FUND PUC UTILITIES REIMBURSEMENT ACCOUNT

Schedule G-SRF

Surcharge, per therm 0.076¢

TRANSPORTED GAS MUNICIPAL SURCHARGE

Schedule G-MSUR

Surcharge Percentage, Outside the City of Los Angeles 1.4828%
 Surcharge Percentage, Within the City of Los Angeles 2.0000%

(Continued)

(TO BE INSERTED BY UTILITY)
 ADVICE LETTER NO. 3197-A
 DECISION NO.

ISSUED BY
Lee Schavrien
 Vice President
 Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)
 DATE FILED Dec 26, 2002
 EFFECTIVE Jan 1, 2003
 RESOLUTION NO. G-3342

Schedule No. G-PPPS

Sheet 1

TAX SURCHARGE TO FUND PUBLIC PURPOSE PROGRAMS

APPLICABILITY

Applicable to all gas sales and transportation services rendered under all tariff rate schedules authorized by the Commission. Customers will have a tax surcharge as a separate line item on their bills unless they are exempt* (e.g. Electric Generation including cogeneration, Enhanced Oil Recovery, Wholesale service, and consumption of natural gas which California is prohibited from taxing under the United States Constitution or the California Constitution). California Alternate Rates for Energy (CARE) customers will receive the tax surcharge for CARE customers along with applicable customers receiving sales for street lighting. The tax surcharge for these customers (CARE and street lighting) will not include the CARE program costs.

TERRITORY

This schedule is applicable within the entire territory served by Utility.

RATES

<u>Customer Class</u>	<u>Tax Surcharge**</u>	
	<u>For all service, per meter, per month</u>	
	<u>CARE Customer***</u>	<u>Non-CARE Customer</u>
	(¢/therm)	(¢/therm)
Core		
Residential	1.881	2.781
Commercial/Industrial	1.812	2.712
Gas Air Conditioning	0.073	0.972
Gas Engine	N/A	1.326
Natural Gas Vehicle	N/A	0.900
Noncore		
Commercial/Industrial	N/A	0.908

I,R
R
|
|
R
R

* Commission Resolution G-3303, dated December 21, 2000, references Sections 896, 897, and 898 of Assembly Bill (AB) 1002 regarding consumers of natural gas who are exempt from the tax surcharge. Section 896 states "Consumption means the use or employment of natural gas. Consumption does not include the use or employment of natural gas to generate power for sale or use of gas for enhanced oil recovery, natural gas utilized in cogeneration technology projects to produce electricity, or natural gas that is produced in California and transported on a proprietary pipeline. Consumption does not include the consumption of natural gas which this state is prohibited from taxing under the United States Constitution or the California Constitution." Section 897 states "Nothing in this article impairs the rights and obligations of parties to contracts approved by the Commission, as the rights and obligations were interpreted as of January 1, 1998." Section 898 is in reference to a municipality, district, or

(Continued)

(TO BE INSERTED BY UTILITY)
 ADVISE LETTER NO. 3197-A
 DECISION NO.

ISSUED BY
Lee Schavrien
 Vice President
 Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)
 DATE FILED Dec 26, 2002
 EFFECTIVE Jan 1, 2003
 RESOLUTION NO. G-3342

TABLE OF CONTENTS

(Continued)

GT-SD	Intrastate Transmission Service	35584-G,30593-G,30594-G,30595-G
GT-RLS	Residual Load Service	27508-G,31497-G,27510-G
GW-LB	Wholesale Natural Gas Service	36071-G,35885-G,32677-G,32678-G,32679-G 32680-G,32681-G
GW-SD	Wholesale Natural Gas Service	36072-G,35586-G,32684-G 32685-G,32686-G
GW-SWG	Wholesale Natural Gas Service	36073-G,35887-G,32689-G 32690-G,32691-G
GW-VRN	Wholesale Natural Gas Service	36074-G,35888-G,32694-G 32695-G,32696-G,32697-G
G-IMB	Transportation Imbalance Service	29614-G,36098-G,36043-G,36101-G 36102-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	36106-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	35589-G

(Continued)

(TO BE INSERTED BY UTILITY)
 ADVISE LETTER NO. 3197-A
 DECISION NO.

ISSUED BY
Lee Schavrien
 Vice President
 Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)
 DATE FILED Dec 26, 2002
 EFFECTIVE Jan 1, 2003
 RESOLUTION NO. G-3342

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	36108-G,35594-G
Table of Contents--Service Area Maps and Descriptions	28516-G
Table of Contents--Rate Schedules	35999-G,36076-G,36107-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	36017-G,33305-G
Table of Contents--Sample Forms	35712-G,35713-G,35714-G,35715-G,35716-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	36046-G,36047-G,35539-G,35540-G,36048-G,36097-G 32491-G,32492-G,36105-G,36049-G,36050-G,35544-G,35545-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	35396-G,24354-G
Part V Description of Regulatory Accounts-Balancing	35874-G,34820-G,34371-G 34821-G,34822-G,34823-G,34824-G,34825-G,34826-G,34827-G,34682-G,35770-G,35874-G
Part VI Description of Regulatory Accounts-Memorandum	35357-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,35358-G,35359-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)	35876-G,35877-G,35878-G,35879-G 35880-G,35881-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)

(TO BE INSERTED BY UTILITY)
 ADVICE LETTER NO. 3197-A
 DECISION NO.

ISSUED BY
Lee Schavrien
 Vice President
 Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)
 DATE FILED Dec 26, 2002
 EFFECTIVE Jan 1, 2003
 RESOLUTION NO. G-3342

T
T
T