

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

February 22, 2006

Advice No. 3598 U-904-G

Public Utilities Commission of the State of California

Subject: Submission of Long-Term Storage Contract

Southern California Gas Company (SoCalGas) hereby submits for filing with the California Public Utilities Commission (Commission) the attached long-term storage contract SoCalGas has executed with the following customer:

CHW – Northridge Medical Center (renewed)

A customer having a previous storage contact that has expired and has signed a new 3 year long-term storage contract with SoCalGas is indicated as a "renewed" contract.

This filing is made in compliance with Section 9.4 and Ordering Paragraph 14 of Decision No. (D.) 93-02-013, dated February 3, 1993 in A.92-03-038/I.87-03-036.

<u>Information</u>

By this filing, SoCalGas submits one long-term storage service contract (Contract) incorporated herein as Attachment C. As demonstrated in this filing, the Contract meets the storage service guidelines adopted by the Commission in D.93-02-013. The Contract is fixed-price with a provision for escalation of the Contract's reservation charges. The Contract does not contain any special features other than it is fixed-price with a provision for escalation of the Contract's reservation charges.

Accordingly, SoCalGas submits that the Contract should be considered approved by the Commission under the provisions of D.93-02-013 and made effective seven days from the date of this filing (D.93-02-013 at page 34, Resolution No. G-3064 at Ordering Paragraph 5). The provisions of the Contract are summarized as follows:

Contract Term

The Contract shall be in effect for a term of three years. Accordingly, the Contract meets the long-term contract duration guidelines set forth in Finding of Fact No. 44 of D.93-02-013.

Contract Services

All of the annual inventory, firm injection, and firm withdrawal services subscribed under the Contract shall be provided by SoCalGas through existing storage facilities. The specific amounts of storage inventory, injection, and withdrawal services elected by the customer is summarized in Attachment B. The customer has not elected the Drive Gas option under SoCalGas' long-term storage program.

Reservation Charges

In accordance with the provisions of Finding of Fact No. 45 of D.93-02-013, any over- or under-collections resulting from fixed-price contracts shall be the responsibility of SoCalGas' shareholders. The reservation charges under the Contract are initially set equal to the current rates in SoCalGas' Schedule No. G-LTS. The reservation charges are as follows:

Annual Inventory = \$0.214 per decatherm

Firm Withdrawal = \$11.584 per decatherm per day

Firm Injection = \$0.09425 per decatherm per day (every day of the month reserved)

Beginning on April 1, 2006, and for each April 1 thereafter, the injection, withdrawal, and inventory reservation charges for the Contract Year shall be adjusted based on the percentage difference between the Consumer Price Index - All Urban Consumers (CPI) for September, as published by the Bureau of Labor Statistics in December of the calendar year immediately preceding such April, and the September CPI published in December for the previous calendar year.

Effective Date of Contract

As demonstrated in this filing, the Contract filed hereunder meets the guidelines for storage service as authorized by the Commission in D.93-02-013. Accordingly, pursuant to Section 9.4 of D.93-02-013, the Contract should be considered approved and made effective on and after March 1, 2006, which is at least seven days from the date of this filing.

This advice letter will not increase any rate or charge, conflict with any rate schedules or rules, nor cause the withdrawal of any service.

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 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:

CPUC Energy Division Attn: Tariff Unit 505 Van Ness Avenue San Francisco, CA 94102

Copies of the protest should also be sent via e-mail to the attention of both Jerry Royer (ijr@cpuc.ca.gov) and to Honesto Gatchalian (ini@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

Notice

A copy of this advice letter is being sent to the parties listed on Attachment A. Copies of the Agreement referenced herein have been provided to the Commission Staff. Other parties may request a copy of this Agreement by contacting (213) 244-4298.

J. STEVE RAHON
Director
Tariffs and Regulatory Accounts

Attachments

CALIFORNIA PUBLIC UTILITIES COMMISSION

ADVICE LETTER FILING SUMMARY ENERGY UTILITY

MUST BE COMPLI	ETED BY UTILITY (At	tach additional pages as needed)		
Company name/CPUC Utility No. SOUTHERN CALIFORNIA GAS COMPANY/ U 904 G				
Utility type:	Contact Person: <u>Donna Shepherd</u>			
☐ ELC ☐ GAS	Phone #: (213) 244-3837			
☐ PLC ☐ HEAT ☐ WATER	E-mail: dmshephe	erd@semprautilities.com		
EXPLANATION OF UTILITY TYPE (Date Filed/ Received Stamp by CPUC)				
ELC = Electric GAS = Gas PLC = Pipeline HEAT = Heat	WATER = Water			
Advice Letter (AL) #: <u>3598</u>				
Subject of AL: Submission of Long	Term Storage Contr	ract		
Keywords (choose from CPUC listing): <u>Contracts, Storage, Non-Core</u>				
AL filing type: \square Monthly \square Quarterly \square Annual \boxtimes One-Time \square Other				
If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #:				
Decision No. 93-02-013				
Does AL replace a withdrawn or rejected AL? If so, identify the prior ALNo				
Summarize differences between the	AL and the prior w	ithdrawn or rejected AL¹:N/A		
Resolution Required? Yes No				
Requested effective date: <u>3/1/06</u> No. of tariff sheets: <u>None</u>				
Estimated system annual revenue effect: (%): N/A				
Estimated system average rate effect (%): N/A				
When rates are affected by AL, include attachment in AL showing average rate effects on customer classes (residential, small commercial, large C/I, agricultural, lighting).				
Tariff schedules affected: None				
Service affected and changes proposed ¹ : None				
Pending advice letters that revise the same tariff sheets: <u>N/A</u>				
Protests and all other correspondence regarding this AL are due no later than 20 days after the date of this filing, unless otherwise authorized by the Commission, and shall be sent to:				
CPUC, Energy Division Attention: Tariff Unit		outhern California Gas Company		
505 Van Ness Avenue		ttention: Sid Newsom 55 West Fifth Street, ML GT14D6		
San Francisco, CA 94102		os Angeles, CA 90013-4957		
jjr@cpuc.ca.gov and jnj@cpuc.ca.gov		newsom@semprautilities.com		

 $^{^{\}mbox{\tiny 1}}$ Discuss in AL if more space is needed.

ATTACHMENT A

Advice No. 3598

(See Attached Service List)

Aglet Consumer Alliance James Weil

jweil@aglet.org

Elizabeth Westby egw@a-klaw.com

BP Amoco, Reg. Affairs Barkovich & Yap **Marianne Jones** Catherine E. Yap 501 West Lake Park Blvd. ceyap@earthlink.net

Houston, TX 77079

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

CPUC - ORA Galen Dunham gsd@cpuc.ca.gov

California Energy Market Lulu Weinzimer luluw@newsdata.com

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

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

City of Pasadena - Water and Power Dept.

Robert Sherick rsherick@cityofpasadena.net

Commerce Energy Gary Morrow GMorrow@commerceenergy.com

Commerce Energy Lynelle Lund Ilund@commerceenergy.com **CPUC**

Pearlie Sabino pzs@cpuc.ca.gov

Alcantar & Kahl

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

Calpine Corp Avis Clark

aclark@calpine.com

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

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

City of Riverside Joanne Snowden jsnowden@riversideca.gov

Commerce Energy Glenn Kinser

gkinser@commerceenergy.com

Commerce Energy Tony Cusati TCusati@commerceenergy.com

John Burkholder burkee@cts.com

Alcantar & Kahl

klc@a-klaw.com

Beta Consulting

Kari Harteloo

CPUC Energy Rate Design & Econ.

505 Van Ness Ave., Rm. 4002 San Francisco, CA 94102

CPUC - ORA Jacqueline Greig jnm@cpuc.ca.gov

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

City of Burbank Fred Fletcher/Ronald Davis

164 West Magnolia Blvd., Box 631

Burbank, CA 91503-0631

City of Los Angeles

City Attorney 200 North Main Street, 800

Los Angeles, CA 90012

City of Vernon **Daniel Garcia**

dgarcia@ci.vernon.ca.us

Commerce Energy

Pat Darish

pdarish@commerceenergy.com

Commerce Energy **Rommel Aganon**

RAganon@commerceenergy.com

mrw@mrwassoc.com

Culver City Utilities County of Los Angeles Crossborder Energy Stephen Crouch Tom Beach **Heustace Lewis** 1100 N. Eastern Ave., Room 300 tomb@crossborderenergy.com Heustace.Lewis@culvercity.org Los Angeles, CA 90063 **Davis Wright Tremaine, LLP** Davis, Wright, Tremaine **Davis Wright Tremaine, LLP** Christopher Hilen Edward W. O'Neill Judy Pau chrishilen@dwt.com One Embarcadero Center, #600 judypau@dwt.com San Francisco, CA 94111-3834 **Dept. of General Services** Douglass & Liddell Douglass & Liddell **Celia Torres** Dan Douglass Donald C. Liddell celia.torres@dgs.ca.gov douglass@energyattorney.com liddell@energyattorney.com Downey, Brand, Seymour & Rohwer Downey, Brand, Seymour & Rohwer **Duke Energy North America Ann Trowbridge** Dan Carroll **Melanie Gillette** atrowbridge@downeybrand.com dcarroll@downeybrand.com mlgillette@duke-energy.com **Gas Purchasing General Services Administration Dynegy** Joseph M. Paul BC Gas Utility Ltd. Facilities Management (9PM-FT) 450 Golden Gate Ave. impa@dynegy.com 16705 Fraser Highway Surrey, British Columbia, V3S 2X7 San Francisco, CA 94102-3611 Goodin, MacBride, Squeri, Ritchie & Goodin, MacBride, Squeri, Ritchie & Hanna & Morton Day, LLP Day, LLP Norman A. Pedersen, Esq. J. H. Patrick James D. Squeri npedersen@hanmor.com hpatrick@gmssr.com jsqueri@gmssr.com **Imperial Irrigation District** Jeffer, Mangels, Butler & Marmaro JBS Energy K. S. Noller Jeff Nahigian 2 Embarcaero Center, 5th Floor P. O. Box 937 jeff@jbsenergy.com San Francisco, CA 94111 Imperial, CA 92251 **LADWP LADWP Kern River Gas Transmission Company** Janie Nielsen Nevenka Ubavich Randy Howard Janie.Nielsen@KernRiverGas.com nevenka.ubavich@ladwp.com P. O. Box 51111, Rm. 956 Los Angeles, CA 90051-0100 Law Offices of Diane I. Fellman Law Offices of William H. Booth Luce, Forward, Hamilton & Scripps Diane Fellman William Booth John Leslie diane_fellman@fpl.com wbooth@booth-law.com jleslie@luce.com MRW & Associates **Manatt Phelps Phillips** Manatt, Phelps & Phillips, LLP **Robert Weisenmiller David Huard** Randy Keen

rkeen@manatt.com

dhuard@manatt.com

March Joint Powers Authority

Lori Stone PO Box 7480,

Moreno Valley, CA 92552

PG&E Tariffs

Pacific Gas and Electric PGETariffs@pge.com

Questar Southern Trails

Lenard Wright

Lenard.Wright@Questar.com

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

Southern California Edison Co.

Colin E. Cushnie

Colin.Cushnie@SCE.com

Southern California Edison Company

Michael Alexander

Michael.Alexander@sce.com

Sutherland, Asbill & Brennan

Keith McCrea

kmccrea@sablaw.com

The Mehle Law Firm PLLC

Colette B. Mehle

cmehle@mehlelaw.com

Western Manufactured Housing Communities Assoc.

Sheila Day

sheila@wma.org

Matthew Brady & Associates

Matthew Brady

matt@bradylawus.com

Pacific Gas & Electric Co.

John Clarke jpc2@pge.com

R. W. Beck, Inc.
Catherine Elder
celder@rwbeck.com

Southern California Edison Co

Fileroom Supervisor

2244 Walnut Grove Ave., Rm 290, GO1

Rosemead, CA 91770

Southern California Edison Co.

Kevin Cini

Kevin.Cini@SCE.com

Southwest Gas Corp.

John Hester

P. O. Box 98510

Las Vegas, NV 89193-8510

TURN

Marcel Hawiger marcel@turn.org

Trans Canada Ben Johnson

 $Ben_Johnson@transcanada.com$

National Utility Service, Inc.

Jim Boyle

One Maynard Drive, P. O. Box 712

Park Ridge, NJ 07656-0712

Praxair Inc

Rick Noger

rick_noger@praxair.com

Regulatory & Cogen Services, Inc.

Donald W. Schoenbeck 900 Washington Street, #780

Vancouver, WA 98660

Southern California Edison Co

Karyn Gansecki

601 Van Ness Ave., #2040 San Francisco, CA 94102

Southern California Edison Co.

John Quinlan

john.quinlan@sce.com

Suburban Water System

Bob Kelly

1211 E. Center Court Drive

Covina, CA 91724

TURN

Mike Florio

mflorio@turn.org

Trans Canada

John Roscher

john_roscher@transcanada.com

ATTACHMENT B

Advice No. 3598 SUMMARY OF STORAGE SERVICE

CHW-Northridge Medical Center

Inventory	Withdrawal	Injection	
(dth)	<u>(dth/day)</u>	(dth/day)	(Month)
1,680	240	0	na

ATTACHMENT C

Advice No. 3598

LONG-TERM STORAGE CONTRACT

CHW-Northridge Medical Center