

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



May 25, 2006

Advice No. 3633 U-904-G

Public Utilities Commission of the State of California

Subject: Submission of Long-Term Storage Contracts

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

> Jazz Semiconductor, Inc (renewed) Universal City Studios, LP (renewed) Yee Yuen Laundry & Cleaners Inc. (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.

Information

By this filing, SoCalGas submits three long-term storage service contracts (Contracts) incorporated herein as Attachment C. As demonstrated in this filing, the Contracts meet the storage service guidelines adopted by the Commission in D.93-02-013. The Contracts are fixed-price with a provision for escalation of the Contract's reservation charges. The Contracts do 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 Contracts 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 Contracts are summarized as follows:

Contract Term

The Contracts shall be in effect for a term of three years. Accordingly, the Contracts meet 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 Contracts 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 customers have 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, 2007, 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 Contracts filed hereunder meet 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 Contracts should be considered approved and made effective on and after June 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 (<u>jir@cpuc.ca.gov</u>) and to Honesto Gatchalian (<u>inj@cpuc.ca.gov</u>) of the Energy Division. A copy of the protest should also be sent via both e-mail <u>and</u> 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: <u>snewsom@SempraUtilities.com</u>

<u>Notice</u>

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 UT				
MUST BE COMPLETED BY UTILITY (Attach additional pages as needed)					
Company name/CPUC Utility No. SOUTHERN CALIFORNIA GAS COMPANY/ U 904 G					
Utility type:	Contact Person: _	Sid Newsom			
\Box ELC \Box GAS	Phone #: (<u>213</u>) <u>2</u>	44-2846			
PLC HEAT WATER	E-mail: <u>snewsom@</u>	esemprautilities.com			
EXPLANATION OF UTILITY T	EXPLANATION OF UTILITY TYPE (Date Filed/ Received Stamp by CPUC)				
ELC = Electric GAS = Gas					
PLC = Pipeline HEAT = Heat	WATER = Water				
Advice Letter (AL) #: <u>3633</u>					
Subject of AL: <u>Submission of Long</u>	Term Storage Contr	acts			
Keywords (choose from CPUC listing	g): <u>Contracts, Stor</u>	age, Non-Core			
AL filing type: Monthly Quarter	erly 🗌 Annual 🛛 C	Dne-Time 🗌 Other			
If AL filed in compliance with a Com	mission order, indi	cate relevant Decision/Resolution #:			
Decision No. 93-02-013					
Does AL replace a withdrawn or reje	ected AL? If so, idea	ntify the prior AL <u>No</u>			
Summarize differences between the	AL and the prior wi	ithdrawn or rejected AL^1 : <u>N/A</u>			
Resolution Required? \Box Yes \boxtimes No					
Requested effective date: <u>6/1/06</u>		No. of tariff sheets: <u>None</u>			
Estimated system annual revenue e	ffect: (%): <u>N/A</u>				
Estimated system average rate effect	t (%): <u>N/A</u>				
When rates are affected by AL, inclucion classes (residential, small commercial)		L showing average rate effects on customer ıltural, lighting).			
Tariff schedules affected: None	, , , , , ,				
Service affected and changes proposed ¹ : <u>None</u>					
Service and changes histor	<u></u>				
Pending advice letters that revise the same tariff sheets: N/A					
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		outhern California Gas Company			
Attention: Tariff Unit		ttention: Sid Newsom			
505 Van Ness Avenue San Francisco, CA 94102		55 West Fifth Street, ML GT14D6 os Angeles, CA 90013-4957			
jjr@cpuc.ca.gov and jnj@cpuc.ca.gov		iewsom@semprautilities.com			
M Lucion Bot and Jule chacien 204	51				

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

ATTACHMENT A

Advice No. 3633

(See Attached Service List)

Advice Letter Distribution List - Advice 3633

Aglet Consumer Alliance James Weil jweil@aglet.org

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

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

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

California Energy Market Lulu Weinzimer Iuluw@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 Chet Parker CParker@commerceenergy.com

Commerce Energy Rommel Aganon RAganon@commerceenergy.com Alcantar & Kahl Elizabeth Westby egw@a-klaw.com

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

CPUC Pearlie Sabino pzs@cpuc.ca.gov

CPUC - DRA 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 & Oil Dept. Chris Garner 2400 East Spring Street Long Beach, CA 90806

City of Riverside Joanne Snowden jsnowden@riversideca.gov

Commerce Energy Glenn Kinser gkinser@commerceenergy.com

Commerce Energy Tony Cusati TCusati@commerceenergy.com Alcantar & Kahl Kari Harteloo klc@a-klaw.com

Beta Consulting John Burkholder burkee@cts.com

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

CPUC - DRA 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 Lynelle Lund Ilund@commerceenergy.com

Commerce Energy Pat Darish pdarish@commerceenergy.com

Advice Letter Distribution List - Advice 3633

Commerce Energy Gary Morrow GMorrow@commerceenergy.com

Culver City Utilities Heustace Lewis Heustace.Lewis@culvercity.org

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

Douglass & Liddell Donald C. Liddell liddell@energyattorney.com

Dynegy Joseph M. Paul jmpa@dynegy.com

Goodin, MacBride, Squeri, Ritchie & Day, LLP J. H. Patrick hpatrick@gmssr.com

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

Kern River Gas Transmission Company Janie Nielsen Janie.Nielsen@KernRiverGas.com

LS Power (took over Duke Energy) A Hartmann athartmann@dukeenergy.com

Luce, Forward, Hamilton & Scripps John Leslie jleslie@luce.com County of Los Angeles Stephen Crouch 1100 N. Eastern Ave., Room 300 Los Angeles, CA 90063

Davis Wright Tremaine, LLP Christopher Hilen chrishilen@dwt.com

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

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

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

Goodin, MacBride, Squeri, Ritchie & Day, LLP James D. Squeri jsqueri@gmssr.com

JBS Energy Jeff Nahigian jeff@jbsenergy.com

LADWP Nevenka Ubavich nevenka.ubavich@ladwp.com

Law Offices of Diane I. Fellman Diane Fellman diane_fellman@fpl.com

MRW & Associates Robert Weisenmiller mrw@mrwassoc.com Crossborder Energy Tom Beach tomb@crossborderenergy.com

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

Douglass & Liddell Dan Douglass douglass@energyattorney.com

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

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

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

Jeffer, Mangels, Butler & Marmaro 2 Embarcaero Center, 5th Floor San Francisco, CA 94111

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

Manatt Phelps Phillips Randy Keen rkeen@manatt.com

Advice Letter Distribution List - Advice 3633

Manatt, Phelps & Phillips, LLP David Huard dhuard@manatt.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 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 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

Western Manufactured Housing Communities Assoc. Sheila Day sheila@wma.org

Page 3

ATTACHMENT B

Advice No. 3633 SUMMARY OF STORAGE SERVICE

Jazz Semiconductor, Inc

Inventory	Withdrawal	Injection	
<u>(dth)</u>	<u>(dth/day)</u>	<u>(dth/day)</u>	(Month)
o 1 - 1			
6,174	882	206	June

Universal City Studios, LP

Inventory	Withdrawal	Injection	
(dth)	<u>(dth/day)</u>	(dth/day)	(Month)
2,622	437	0	n/a

Yee Yuen Laundry & Cleaners Inc.

Inventory	Withdrawal	Injection	
(dth)	<u>(dth/day)</u>	(dth/day) (Month)	
439	110	0	n/a

ATTACHMENT C

Advice No. 3633

LONG-TERM STORAGE CONTRACT

Jazz Semiconductor, Inc.

Universal City Studios, LP

Yee Yuen Laundry & Cleaners Inc.