

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE
SAN FRANCISCO, CA 94102-3298



March 7, 2007

Advice Letter 3711

Mr. Sid Newsom
Regulatory Tariff Administration
Southern California Gas Company – GT14D6
555 West Fifth Street
Los Angeles, CA 90013-4957



Subject: Cross-Over Rate for February 2007

Dear Mr. Newsom:

Advice Letter 3711 is effective February 10, 2007. A copy of the advice letter is returned herewith for your records.

Sincerely,

A handwritten signature in black ink, appearing to read "Sean H. Gallagher".

Sean H. Gallagher, Director
Energy Division



J. Steve Rahon
Director
Tariffs & Regulatory Accounts

8330 Century Park Court CP32C
San Diego, CA 92123-1548
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Fax: 858.654.1788
srahon@SempraUtilities.com

February 7, 2007

Advice No. 3711
(U 904 G)

Public Utilities Commission of the State of California

Subject: Cross-Over Rate for February 2007

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 revises the listed tariff rate schedules showing the Cross-Over Rate for applicable residential and core commercial and industrial customers for February 2007, as authorized by the California Public Utilities Commission's (Commission) approval of SoCalGas' Advice No. (AL) 3188-A on September 4, 2003, by Resolution G-3351. AL 3188-A was filed pursuant to Commission Decision (D.) 02-08-065 issued on August 22, 2002, authorizing SoCalGas to implement revised uniform rules for noncore customers requesting core service, and core customers with an annual consumption over 50,000 therms who elect to switch from a Core Aggregation Transportation (CAT) marketer to utility procurement service.

Background

The Cross-Over Rate, as set forth in Schedule No. G-CP will be the higher of 1) the posted monthly core procurement rate or 2) an Adjusted California Border Price. The Border Price adjustment will reflect the fact that interstate transportation costs are included in the core transportation rate, as opposed to the core procurement rate, and therefore must be removed from the Border Price in order to make for a proper comparison (and to avoid charging cross-over customers twice for interstate transportation). Similarly, the core procurement rate does not include intrastate backbone costs which are also a component of the core transportation rate.

The Border Price is equal to the average of the first of the month "Southern Cal Border Avg." index from Natural Gas Intelligence and the "Bid Week, California-South, Delivered to Pipeline" index from Natural Gas Week. The Adjusted Border Price is equal to the Border Price less the currently authorized core interstate capacity costs included in core transportation rates.

This Cross-Over Rate will be applicable for the first 12 months of service for: (1) customers who transfer from noncore service to core procurement service, except the following customers: a) noncore customers who have been served under Schedule No. G-CS since January 1, 2001, or b) noncore customers who have been disqualified from noncore service and are required to return to core service; (2) non-residential core transportation customers who consumed over 50,000 therms in the last 12 months, unless such customer was returned to utility procurement because their gas supplier is no longer doing any business in California, or (3) non-residential core transportation customers with annual consumption over 50,000 therms who return to core procurement service and switch back to transportation only service within 90 days.

The Cross-Over Rate will be filed on or before the 9th calendar day of each month, to be effective the 10th calendar day of each month.

Requested Rate Revision

The Cross-Over Rate for February 2007 is 70.155 cents per therm, which is the Adjusted California Border Price. The Adjusted California Border Price is higher than the Core Procurement rate as filed by AL 3708 on January 31, 2007. The workpaper showing the calculation of the Cross-Over Rate is incorporated herein as Attachment C.

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 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:

CPUC Energy Division
Attention: 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 Maria Salinas (mas@cpuc.ca.gov) and 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

In compliance with Advice No. 3188-A, approved on September 4, 2003 by Resolution G-3351, the tariff sheets filed herein are to be effective for service on and after February 10, 2007.

Notice

A copy of this advice letter is being sent to the parties listed on Attachment A.

J. STEVE RAHON
Director
Tariffs and Regulatory Accounts

Attachments

CALIFORNIA PUBLIC UTILITIES COMMISSION

ADVICE LETTER FILING SUMMARY ENERGY UTILITY

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: Connie Christensen

ELC

GAS

Phone #: (213) 244-3837

PLC

HEAT

WATER

E-mail: cchristensen@semprautilities.com

EXPLANATION OF UTILITY TYPE

ELC = Electric

GAS = Gas

PLC = Pipeline

HEAT = Heat

WATER = Water

(Date Filed/ Received Stamp by CPUC)

Advice Letter (AL) #: 3711

Subject of AL: February 2007 Cross-Over Rate

Keywords (choose from CPUC listing): Preliminary Statement; Procurement

AL filing type: Monthly Quarterly Annual One-Time Other

If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #:

G-3351

Does AL replace a withdrawn or rejected AL? If so, identify the prior AL

Summarize differences between the AL and the prior withdrawn or rejected AL¹:

Resolution Required? Yes No

Requested effective date: February 10, 2007

No. of tariff sheets: 22

Estimated system annual revenue effect: (%): _____

Estimated system average rate effect (%): _____

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: PS II, GR, GS, GM, GML, G-NGVR, G-10, G-AC, G-EN, G-NGV, G-CP & TOCs

Service affected and changes proposed¹:

Pending advice letters that revise the same tariff sheets: 3699, 3708

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

505 Van Ness Avenue

San Francisco, CA 94102

jjr@cpuc.ca.gov and jnj@cpuc.ca.gov

Southern California Gas Company

Attention: Sid Newsom

555 West Fifth Street, ML GT14D6

Los Angeles, CA 90013-4957

snewsom@semprautilities.com

¹ Discuss in AL if more space is needed.

ATTACHMENT A

Advice No. 3711

(See Attached Service List)

Aglet Consumer Alliance
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ATTACHMENT B
Advice No. 3711

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 41632-G	PRELIMINARY STATEMENT, PART II, SUMMARY OF RATES AND CHARGES, Sheet 1	Revised 41596-G
Revised 41633-G	PRELIMINARY STATEMENT, PART II, SUMMARY OF RATES AND CHARGES, Sheet 2	Revised 41597-G
Revised 41634-G	PRELIMINARY STATEMENT, PART II, SUMMARY OF RATES AND CHARGES, Sheet 3	Revised 41598-G
Revised 41635-G	PRELIMINARY STATEMENT, PART II, SUMMARY OF RATES AND CHARGES, Sheet 4	Revised 41599-G
Revised 41636-G	PRELIMINARY STATEMENT, PART II, SUMMARY OF RATES AND CHARGES, Sheet 7	Revised 41591-G
Revised 41637-G	Schedule No. GR, RESIDENTIAL SERVICE, (Includes GR, GR-C, GT-R, GRL and GT-RL Rates), Sheet 1	Revised 41603-G
Revised 41638-G	Schedule No. GS, SUBMETERED MULTI- FAMILY SERVICE, (Includes GS, GS-C, GT-S, GSL, GSL-C and GT-SL Rates), Sheet 2	Revised 41605-G
Revised 41639-G	Schedule No. GM, MULTI-FAMILY SERVICE, (Includes GM-E, GM-C, GM-EC, GM-CC, GT- ME, GT-MC and all GMB Rates), Sheet 2	Revised 41606-G
Revised 41640-G	Schedule No. GM, MULTI-FAMILY SERVICE, (Includes GM-E, GM-C, GM-EC, GM-CC, GT- ME, GT-MC and all GMB Rates), Sheet 3	Revised 41607-G
Revised 41641-G	Schedule No. GML, MULTI-FAMILY SERVICE, INCOME QUALIFIED, (Includes GML-E, GML-C, GML-EC, GML-CC, GT-MLE, GT-MLC and all GMBL Rates), Sheet 2	Revised 41608-G
Revised 41642-G	Schedule No. GML, MULTI-FAMILY SERVICE, INCOME QUALIFIED, (Includes GML-E, GML-C, GML-EC, GML-CC, GT-MLE, GT-MLC and all GMBL Rates), Sheet 3	Revised 41609-G
Revised 41643-G	Schedule No. G-NGVR, NATURAL GAS SERVICE FOR HOME REFUELING OF MOTOR VEHICLES, (Includes G-NGVR, G- NGVRC, GT-NGVR, G-NGVRL and GT- NGVRL Rates), Sheet 1	Revised 41613-G
Revised 41644-G	Schedule No. G-10, CORE COMMERCIAL AND INDUSTRIAL SERVICE, (Includes GN-	Revised 41616-G

ATTACHMENT B
Advice No. 3711

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 41645-G	10, 10C, 10V, 10VC, 10L, GT-10, 10V, and 10L Rates), Sheet 2 Schedule No. G-10, CORE COMMERCIAL AND INDUSTRIAL SERVICE, (Includes GN-10, 10C, 10V, 10VC, 10L, GT-10, 10V, and 10L Rates), Sheet 3	Revised 41617-G
Revised 41646-G	Schedule No. G-AC, CORE AIR CONDITIONING SERVICE, FOR COMMERCIAL AND INDUSTRIAL, Sheet 2	Revised 41619-G
Revised 41647-G	Schedule No. G-EN, CORE GAS ENGINE SERVICE, FOR WATER PUMPING, Sheet 2	Revised 41621-G
Revised 41648-G	Schedule No. G-NGV, NATURAL GAS SERVICE FOR MOTOR VEHICLES, Sheet 2	Revised 41622-G
Revised 41649-G	Schedule No. G-CP, CORE PROCUREMENT SERVICE, Sheet 2	Revised 41623-G
Revised 41650-G	Schedule No. G-CP, CORE PROCUREMENT SERVICE, Sheet 3	Revised 41624-G
Revised 41651-G	TABLE OF CONTENTS	Revised 41626-G
Revised 41652-G	TABLE OF CONTENTS	Revised 41627-G
Revised 41653-G	TABLE OF CONTENTS	Revised 41631-G

PRELIMINARY STATEMENT
 PART II
 SUMMARY OF RATES AND CHARGES

Sheet 1

RESIDENTIAL CORE SERVICE

Schedule GR (Includes GR, GR-C, GT-R, GRL and GT-RL Rates)

	Baseline Usage	Non-Baseline Usage	Customer Charge per meter, per day	
GR ^{1/}	97.831¢	116.119¢	16.438¢	
GR-C ^{2/}	98.624¢	116.912¢	16.438¢	I,I
GT-R	28.418¢	46.706¢	16.438¢	
GRL ^{3/}	79.217¢	93.848¢	13.151¢	
GT-RL ^{3/}	22.734¢	37.365¢	13.151¢	

Schedule GS (Includes GS, GS-C, GT-S, GSL,GSL-C and GT-SL Rates)

GS ^{1/}	97.831¢	116.119¢	16.438¢	
GS-C ^{2/}	98.624¢	116.912¢	16.438¢	I,I
GT-S	28.418¢	46.706¢	16.438¢	
GSL ^{3/}	79.217¢	93.848¢	13.151¢	
GSL-C ^{3/}	79.851¢	94.482¢	13.151¢	I,I
GT-SL ^{3/}	22.734¢	37.365¢	13.151¢	

Schedule GM (Includes GM-E, GM-C, GM-EC, GM-CC, GT-ME, GT-MC, and all GMB Rates)

GM-E ^{1/}	97.831¢	116.119¢	16.438¢	
GM-C ^{1/}	N/A	116.119¢	16.438¢	
GM-EC ^{2/}	98.624¢	116.912¢	16.438¢	I,I
GM-CC ^{2/}	N/A	116.912¢	16.438¢	I
GT-ME	28.418¢	46.706¢	16.438¢	
GT-MC	N/A	46.706¢	16.438¢	
GM-BE ^{1/}	89.707¢	97.697¢	\$10.102	
GM-BC ^{1/}	N/A	97.697¢	\$10.102	
GM-BEC ^{2/}	90.500¢	98.490¢	\$10.102	I,I
GM-BCC ^{2/}	N/A	98.490¢	\$10.102	I
GT-MBE	20.294¢	28.284¢	\$10.102	
GT-MBC	N/A	28.284¢	\$10.102	

^{1/} The residential core procurement charge as set forth in Schedule No. G-CP is 69.362¢/therm which includes the core brokerage fee.
^{2/} The residential cross-over rate as set forth in Schedule No. G-CP is 70.155¢/therm which includes the core brokerage fee.
^{3/} The CARE rate reflects a 20% discount on all customer, commodity, and transportation charges.

(Continued)

(TO BE INSERTED BY UTILITY)

ADVICE LETTER NO. 3711
 DECISION NO.

1H6

ISSUED BY

Lee Schavrien
 Senior Vice President
 Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)

DATE FILED Feb 7, 2007
 EFFECTIVE Feb 10, 2007
 RESOLUTION NO. G-3351

PRELIMINARY STATEMENT
 PART II
 SUMMARY OF RATES AND CHARGES

Sheet 2

(Continued)

RESIDENTIAL CORE SERVICE (Continued)

Schedule GML (Includes GML-E, GML-C, GML-EC, GML-CC, GT-MLE, GT-MLC and all GMBL Rates)

	Baseline <u>Usage</u>	Non-Baseline <u>Usage</u>	Customer Charge <u>per meter, per day</u>
GML-E ^{3/}	79.217¢	93.848¢	13.151¢
GML-C ^{3/}	N/A	93.848¢	13.151¢
GML-EC ^{3/}	79.851¢	94.482¢	13.151¢
GML-CC ^{3/}	N/A	94.482¢	13.151¢
GT-MLE ^{3/}	22.734¢	37.365¢	13.151¢
GT-MLC ^{3/}	N/A	37.365¢	13.151¢
GMBL-E ^{3/}	72.718¢	79.110¢	\$8.082
GMBL-C ^{3/}	N/A	79.110¢	\$8.082
GMBL-EC ^{3/}	73.352¢	79.744¢	\$8.082
GMBL-CC ^{3/}	N/A	79.744¢	\$8.082
GT-MBLE ^{3/}	16.235¢	22.627¢	\$8.082
GT-MBLC ^{3/}	N/A	22.627¢	\$8.082

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Schedule G-NGVR (Includes G-NGVR, G-NGVRC, GT-NGVR, G-NGVRL and GT-NGVRL Rates)

	All <u>Usage</u>	Customer Charge <u>per meter, per day</u>
G-NGVR ^{1/}	84.919¢	32.877¢
G-NGVRC ^{2/}	85.712¢	32.877¢
GT-NGVR	15.506¢	32.877¢
G-NGVRL ^{3/}	68.888¢	26.301¢
GT-NGVRL ^{3/}	12.405¢	26.301¢

I
I

^{1/} The residential core procurement charge as set forth in Schedule No. G-CP is 69.362¢/therm which includes the core brokerage fee.
^{2/} The residential cross-over rate as set forth in Schedule No. G-CP is 70.155¢/therm which includes the core brokerage fee.
^{3/} The CARE rate reflects a 20% discount on all customer, commodity, and transportation charges.

(Continued)

(TO BE INSERTED BY UTILITY)
 ADVICE LETTER NO. 3711
 DECISION NO.
 2H6

ISSUED BY
Lee Schavrien
 Senior Vice President
 Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)
 DATE FILED Feb 7, 2007
 EFFECTIVE Feb 10, 2007
 RESOLUTION NO. G-3351

PRELIMINARY STATEMENT
 PART II
SUMMARY OF RATES AND CHARGES

Sheet 3

(Continued)

NON-RESIDENTIAL CORE SERVICE ^{1/ 2/}

Schedule G-10 ^{3/} (Includes GN-10, GN-10C, GT-10, GN-10V, GN-10VC, GT-10V, and all 10L Rates)

	<u>Tier I</u>	<u>Tier II</u>	<u>Tier III</u>	
GN-10	115.293¢	93.172¢	75.567¢	
GN-10C	116.086¢	93.965¢	76.360¢	I,I,I
GT-10	45.880¢	23.759¢	6.154¢	
GN-10V	115.293¢	89.723¢	75.567¢	
GN-10VC	116.086¢	90.516¢	76.360¢	I,I,I
GT-10V	45.880¢	20.310¢	6.154¢	
GN-10L	93.187¢	75.490¢	61.406¢	
GT-10L	36.704¢	19.007¢	4.923¢	

Customer Charge
 Per meter, per day:

	<u>Customer's Annual Usage</u>		<u>CARE Eligible</u> <u>Customer's Annual Usage</u>	
	<1,000 th/yr	≥1,000 th/yr	<1,000 th/yr	≥1,000 th/yr
All customers except "Space Heating Only"	32.877¢	49.315¢	26.301¢	39.452¢
"Space Heating Only" customers:				
Beginning Dec. 1 through Mar. 31	\$0.99174	\$1.48760	\$0.79339	\$1.19008
Beginning Apr. 1 through Nov. 30	None	None	None	None

^{1/} The non-residential core procurement charge as set forth in Schedule No. G-CP is 69.362¢/therm which includes the core brokerage fee.

^{2/} The non-residential cross over rate as set forth in Schedule No. G-CP is 70.155¢/therm which includes the core brokerage fee.

^{3/} Schedule GL rates are set commensurate with GN-10 rate in Schedule G-10.

(Continued)

(TO BE INSERTED BY UTILITY)
 ADVICE LETTER NO. 3711
 DECISION NO.

ISSUED BY
Lee Schavrien
 Senior Vice President
 Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)
 DATE FILED Feb 7, 2007
 EFFECTIVE Feb 10, 2007
 RESOLUTION NO. G-3351

PRELIMINARY STATEMENT
PART II
SUMMARY OF RATES AND CHARGES

Sheet 4

(Continued)

NON-RESIDENTIAL CORE SERVICE (Continued) ^{1/ 2/}

Commodity Charge
 (per therm)

Schedule G-AC

G-AC: rate per therm	79.127¢	
G-ACC: rate per therm	79.920¢	I
G-ACL: rate per therm	64.254¢	
Customer Charge: \$150/month		

Schedule G-EN

G-EN: rate per therm	79.763¢	
G-ENC: rate per therm	80.556¢	I
Customer Charge: \$50/month		

Schedule G-NGV

G-NGU: rate per therm	77.296¢	
G-NGUC: rate per therm	78.089¢	I
G-NGU plus G-NGC Compression Surcharge	151.920¢	
G-NGUC plus G-NGC Compression Surcharge	152.713¢	I
P-1 Customer Charge: \$13/month		
P-2A Customer Charge: \$65/month		

(Continued)

(TO BE INSERTED BY UTILITY)
 ADVICE LETTER NO. 3711
 DECISION NO.

ISSUED BY
Lee Schavrien
 Senior Vice President
 Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)
 DATE FILED Feb 7, 2007
 EFFECTIVE Feb 10, 2007
 RESOLUTION NO. G-3351

PRELIMINARY STATEMENT
 PART II
 SUMMARY OF RATES AND CHARGES

Sheet 7

(Continued)

WHOLESALE SERVICE (Continued)

Schedule GW-VRN (City of Vernon, GT-F10 & GT-I10)

Transmission Charge	2.756¢
ITCS-VRN	(0.033¢)

PROCUREMENT CHARGE

Schedule G-CP

Non-Residential Core Procurement Charge, per therm	54.884¢
Non-Residential Cross-Over Rate, per therm	70.155¢
Residential Core Procurement Charge, per therm	54.884¢
Residential Cross-Over Rate, per therm	70.155¢
Adjusted Core Procurement Charge, per therm	54.187¢

IMBALANCE SERVICE

Standby Procurement Charge

Core Retail Standby (SP-CR)

November 2006	119.414¢
December 2006	119.414¢
January 2007	TBD*

Noncore Retail Standby (SP-NR)

November 2006	119.479¢
December 2006	119.479¢
January 2007	TBD*

Wholesale Standby (SP-W)

November 2006	119.479¢
December 2006	119.479¢
January 2007	TBD*

Buy-Back Rate

Core and Noncore Retail (BR-R)

November 2006	35.120¢
December 2006	33.477¢
January 2007	27.094¢

Wholesale (BR-W)

November 2006	35.003¢
December 2006	33.365¢
January 2007	27.003¢

*To be determined (TBD). Pursuant to Resolution G-3316, the January Standby Procurement Charge will be filed by separate advice letter at least one day prior to February 23.

(Continued)

(TO BE INSERTED BY UTILITY)

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7H9

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Lee Schavrien
 Senior Vice President
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Schedule No. GR Sheet 1
RESIDENTIAL SERVICE
 (Includes GR, GR-C, GT-R, GRL and GT-RL Rates)

APPLICABILITY

The GR rate is applicable to natural gas procurement service to individually metered residential customers.

The GR-C, cross-over rate, is a core procurement option for individually metered residential core transportation customers with annual consumption over 50,000 therms, as set forth in Special Condition 10.

The GT-R rate is applicable to Core Aggregation Transportation (CAT) service to individually metered residential customers, as set forth in Special Condition 11.

The GRL procurement rate and GT-RL (CAT) rates are applicable to income-qualified households that meet the requirements for the California Alternate Rates for Energy (CARE) as set forth in Schedule G-CARE. The CARE discount of 20% is reflected in the GRL and GT-RL rates shown below. Pursuant to D.05-11-027, as modified by D.06-02-034, benefits from cushion gas withdrawal may be applied in order to keep the CARE commodity rate in any winter month from exceeding 80 cents per therm, provided that all benefits have been applied by March 31, 2008.

TERRITORY

Applicable throughout the service territory.

RATES

	<u>GR</u>	<u>GR-C</u>	<u>GT-R</u>
<u>Customer Charge</u> , per meter per day: ^{1/}	16.438¢	16.438¢	16.438¢

Baseline Rate, per therm (baseline usage defined in Special Conditions 3 and 4):

Procurement Charge: ^{2/}	69.362¢	70.155¢	N/A
<u>Transmission Charge</u> : ^{3/}	<u>28.469¢</u>	<u>28.469¢</u>	<u>28.418¢</u>
Total Baseline Charge:	97.831¢	98.624¢	28.418¢

Non-Baseline Rate, per therm (usage in excess of baseline usage):

Procurement Charge: ^{2/}	69.362¢	70.155¢	N/A
<u>Transmission Charge</u> : ^{3/}	<u>46.757¢</u>	<u>46.757¢</u>	<u>46.706¢</u>
Total Non-Baseline Charge:	116.119¢	116.912¢	46.706¢

Rates for CARE-Eligible Customers

	<u>GRL</u>	<u>GT-RL</u>
<u>Customer Charge</u> , per meter per day: ^{1/}	13.151¢	13.151¢

^{1/} For "Space Heating Only" customers, a daily Customer Charge of 33.149¢ per day for GR, GR-C and GT-R and 26.519¢ per day for GRL and GT-RL applies during the winter period beginning November 1 through April 30. For the summer period beginning May 1 through October 31, with some exceptions, usage will be accumulated to at least 20 one hundred cubic feet (Ccf) before billing. (Footnotes continue next page.)

(Continued)

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Schedule No. GS Sheet 2
SUBMETERED MULTI-FAMILY SERVICE
 (Includes GS, GS-C, GT-S, GSL, GSL-C and GT-SL Rates)
 (Continued)

RATES (Continued)

	<u>GS</u>	<u>GS-C</u>	<u>GT-S</u>
<u>Baseline Rate, per therm</u> (baseline usage defined in Special Conditions 3 and 4):			
Procurement Charge: ^{2/}	69.362¢	70.155¢	N/A
<u>Transmission Charge:</u> ^{3/}	<u>28.469¢</u>	<u>28.469¢</u>	<u>28.418¢</u>
Total Baseline Charge:	97.831¢	98.624¢	28.418¢

<u>Non-Baseline Rate, per therm</u> (usage in excess of baseline usage):			
Procurement Charge: ^{2/}	69.362¢	70.155¢	N/A
<u>Transmission Charge:</u> ^{3/}	<u>46.757¢</u>	<u>46.757¢</u>	<u>46.706¢</u>
Total Non-Baseline Charge:	116.119¢	116.912¢	46.706¢

	<u>Rates for CARE-Eligible Customers</u>		
	<u>GSL</u>	<u>GSL-C</u>	<u>GT-SL</u>
<u>Customer Charge, per meter per day:</u> ^{1/}	13.151¢	13.151¢	13.151¢

The Transmission Charges for CARE-eligible procurement customers shown below include an additional charge of 0.952 cents per therm to recover the well work costs associated with maintaining the deliverability capability at the Aliso and Goleta storage fields as a result of releasing the cushion gas to CARE procurement customers pursuant to D.05-11-027.

<u>Baseline Rate, per therm</u> (baseline usage defined per Special Conditions 3 and 4):			
Procurement Charge: ^{2/}	55.490¢	56.124¢	N/A
<u>Transmission Charge:</u> ^{3/}	<u>23.727¢</u>	<u>23.727¢</u>	<u>22.734¢</u>
Total Baseline Charge:	79.217¢	79.851¢	22.734¢

<u>Non-Baseline Rate, per therm</u> (usage in excess of baseline usage):			
Procurement Charge: ^{2/}	55.490¢	56.124¢	N/A
<u>Transmission Charge:</u> ^{3/}	<u>38.358¢</u>	<u>38.358¢</u>	<u>37.365¢</u>
Total Non-Baseline Charge:	93.848¢	94.482¢	37.365¢

^{2/} This charge is applicable to Utility Procurement Customers and includes the G-CPR Procurement Charge as shown in Schedule No. G-CP, which is subject to change monthly, as set forth in Special Condition 8.

^{3/} This charge for GS and GS-C customers is equal to the GT-S Transmission Charge and the procurement carrying cost of storage inventory charge.

(Continued)

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Schedule No. GM
MULTI-FAMILY SERVICE

Sheet 2

(Includes GM-E, GM-C, GM-EC, GM-CC, GT-ME, GT-MC and all GMB Rates)

(Continued)

RATES

	<u>GM/GT-M</u>	<u>GMB/GT-MB</u>
Customer Charge, per meter, per day:	16.438¢ ^{1/}	\$10.102

GM

	<u>GM-E</u>	<u>GM-EC</u> ^{4/}	<u>GT-ME</u>
<u>Baseline Rate</u> , per therm (baseline usage defined per Special Conditions 3 and 4):			
Procurement Charge: ^{2/}	69.362¢	70.155¢	N/A
Transmission Charge: ^{3/}	28.469¢	28.469¢	28.418¢
Total Baseline Charge (all usage):	97.831¢	98.624¢	28.418¢

<u>Non-Baseline Rate</u> , per therm (usage in excess of baseline usage):			
Procurement Charge: ^{2/}	69.362¢	70.155¢	N/A
Transmission Charge: ^{3/}	46.757¢	46.757¢	46.706¢
Total Non Baseline Charge (all usage):.....	116.119¢	116.912¢	46.706¢

	<u>GM-C</u>	<u>GM-CC</u> ^{4/}	<u>GT-MC</u>
<u>Non-Baseline Rate</u> , per therm (usage in excess of baseline usage):			
Procurement Charge: ^{2/}	69.362¢	70.155¢	N/A
Transmission Charge: ^{3/}	46.757¢	46.757¢	46.706¢
Total Non Baseline Charge (all usage):.....	116.119¢	116.912¢	46.706¢

^{1/} For "Space Heating Only" customers, a daily Customer Charge of 33.149¢ per day for GM and GT-M applies during the winter period beginning November 1 through April 30. For the summer period beginning May 1 through October 31, with some exceptions, usage will be accumulated to at least 20 one hundred cubic feet (Ccf) before billing.

^{2/} This charge is applicable to Utility Procurement Customers and includes the G-CPR Procurement Charge as shown in Schedule No. G-CP, which is subject to change monthly, as set forth in Special Condition 7.

^{3/} This charge for GM-E, GM-EC, GM-BE, GM-BEC, GM-C, GM-CC, GM-BC and GM-BCC customers is equal to the GT-R Transmission Charge and the procurement carrying cost of storage inventory charge.

^{4/} These Cross-Over Rate charges will be applicable for only the first 12 months of service for residential core transportation customers who consumed over 50,000 therms: (1) in the last 12 months and who have transferred from procuring their gas commodity from an Energy Service Provider (ESP) to utility procurement unless such customer was returned to utility procurement because their gas supplier is no longer doing any business in California; and (2) who return to core procurement service for up to 90 days while deciding whether to switch to a different ESP.

(Continued)

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Schedule No. GM
MULTI-FAMILY SERVICE

Sheet 3

(Includes GM-E, GM-C, GM-EC, GM-CC, GT-ME, GT-MC and all GMB Rates)

(Continued)

RATES (Continued)

GMB

	<u>GM-BE</u>	<u>GM-BEC</u> ^{4/}	<u>GT-MBE</u>
<u>Baseline Rate</u> , per therm (baseline usage defined per Special Conditions 3 and 4):			
Procurement Charge: ^{2/}	69.362¢	70.155¢	N/A
<u>Transmission Charge</u> : ^{3/}	<u>20.345¢</u>	<u>20.345¢</u>	<u>20.294¢</u>
Total Baseline Charge (all usage):.....	89.707¢	90.500¢	20.294¢
<u>Non-Baseline Rate</u> , per therm (usage in excess of baseline usage):			
Procurement Charge: ^{2/}	69.362¢	70.155¢	N/A
<u>Transmission Charge</u> : ^{3/}	<u>28.335¢</u>	<u>28.335¢</u>	<u>28.284¢</u>
Total Non-Baseline Charge (all usage):	97.697¢	98.490¢	28.284¢

	<u>GM-BC</u>	<u>GM-BCC</u> ^{4/}	<u>GT-MBC</u>
<u>Non-Baseline Rate</u> , per therm (usage in excess of baseline usage):			
Procurement Charge: ^{2/}	69.362¢	70.155¢	N/A
<u>Transmission Charge</u> : ^{3/}	<u>28.335¢</u>	<u>28.335¢</u>	<u>28.284¢</u>
Total Non Baseline Charge (all usage):.....	97.697¢	98.490¢	28.284¢

Minimum Charge

The Minimum Charge shall be the applicable monthly Customer Charge.

Additional Charges

Rates may be adjusted to reflect any applicable taxes, franchise fees or other fees, regulatory surcharges, and interstate or intrastate pipeline charges that may occur.

(Continued)

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Schedule No. G-NGVR

Sheet 1

NATURAL GAS SERVICE FOR HOME REFUELING OF MOTOR VEHICLES
 (Includes G-NGVR, G-NGVRC, GT-NGVR, G-NGVRL and GT-NGVRL Rates)

APPLICABILITY

The G-NGVR rate is applicable to natural gas procurement service to individually metered residential customers who have an installed natural gas vehicle (NGV) home refueling appliance, as set forth in Special Conditions 3 and 5.

The G-NGVRC, cross-over rate, is a core procurement option for individually metered residential core transportation customers with annual consumption over 50,000 therms, as set forth in Special Condition 10.

The GT-NGVR rate is applicable to Core Aggregation Transportation (CAT) service to individually metered residential customers, as set forth in Special Condition 11.

The G-NGVRL procurement rate and GT-NGVRL (CAT) rates are applicable to income-qualified households that meet the requirements for the California Alternate Rates for Energy (CARE) Program as set forth in Schedule No. G-CARE. The CARE discount of 20% is reflected in the G-NGVRL and GT-NGVRL rates shown below. Pursuant to D.05-11-027, as modified by D.06-02-034, benefits from cushion gas withdrawal may be applied in order to keep the CARE commodity rate in any winter month from exceeding 80 cents per therm, provided that all benefits have been applied by March 31, 2008.

TERRITORY

Applicable throughout the service territory.

RATES

	<u>G-NGVR</u>	<u>G-NGVRC</u>	<u>GT-NGVR</u>
<u>Customer Charge</u> , per meter per day	32.877¢	32.877¢	32.877¢
<u>Rate</u> , per therm			
<u>Procurement Charge</u> ^{1/}	69.362¢	70.155¢	N/A
<u>Transmission Charge</u> ^{2/}	<u>15.557¢</u>	<u>15.557¢</u>	<u>15.506¢</u>
<u>Commodity Charge</u>	84.919¢	85.712¢	15.506¢

^{1/} This charge is applicable to Utility Procurement Customers and includes the G-CPR Procurement Charge as shown in Schedule No. G-CP, which is subject to change monthly, as set forth in Special Condition 7.

^{2/} This charge for G-NGVR and G-NGVRC customers is equal to the GT-NGVR Transmission Charge plus the procurement carrying cost of storage inventory charge.

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Lee Schavrien
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Schedule No. G-10

Sheet 2

CORE COMMERCIAL AND INDUSTRIAL SERVICE
 (Includes GN-10, 10C, 10V, 10VC, 10L, GT-10, 10V, and 10L Rates)

(Continued)

RATES (Continued)

All Procurement, Transmission, and Commodity Charges are billed per therm.

		<u>Tier I</u> ^{2/}	<u>Tier II</u> ^{2/}	<u>Tier III</u> ^{2/}	
<u>GN-10:</u>	Applicable to natural gas procurement service to non-residential core customers, including service not provided under any other rate schedule.				
	Procurement Charge: ^{3/} G-CPNR	69.362¢	69.362¢	69.362¢	
	<u>Transmission Charge:</u> ^{4/} GPT-10	45.931¢	23.810¢	6.205¢	
	Commodity Charge: GN-10	115.293¢	93.172¢	75.567¢	
<u>GN-10C:</u>	Core procurement service for previous non-residential transportation-only customers returning to core procurement service, including CAT customers with annual consumption over 50,000 therms, as further defined in Schedule No. G-CP.				
	Procurement Charge: ^{3/} G-CPNRC	70.155¢	70.155¢	70.155¢	I,I,I
	<u>Transmission Charge:</u> ^{4/} GPT-10	45.931¢	23.810¢	6.205¢	
	Commodity Charge: GN-10C	116.086¢	93.965¢	76.360¢	I,I,I
<u>GT-10:</u>	Applicable to non-residential transportation-only service including CAT service, as set forth in Special Condition 13.				
	Transmission Charge: GT-10	45.880¢ ^{5/}	23.759¢ ^{5/}	6.154¢ ^{5/}	

^{2/} Tier I rates are applicable for the first 100 therms used during summer months and the first 250 therms used during winter months. Tier II rates are applicable for usage above Tier I quantities and up through 4,167 therms per month. Tier III rates are applicable for all usage above 4,167 therms per month. Under this schedule, the winter season shall be defined as December 1 through March 31 and the summer season as April 1 through November 30.

^{3/} This charge is applicable for service to Utility Procurement Customers as shown in Schedule No. G-CP, in the manner approved by D.96-08-037, and subject to change monthly, as set forth in Special Condition 5.

^{4/} This charge for GN-10, GN-10C, GN-10V, GN-10VC and GN-10L customers is equal to the GT-10 Transmission Charge and the procurement carrying cost of storage inventory charge.

(Footnotes continue next page.)

(Continued)

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Lee Schavrien

Senior Vice President

Regulatory Affairs

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RESOLUTION NO. G-3351

Schedule No. G-10

Sheet 3

CORE COMMERCIAL AND INDUSTRIAL SERVICE
 (Includes GN-10, 10C, 10V, 10VC, 10L, GT-10, 10V, and 10L Rates)

(Continued)

RATES (Continued)

City of Vernon

		<u>Tier I^{2/}</u>	<u>Tier II^{2/}</u>	<u>Tier III^{2/}</u>	
<u>GN-10V:</u>	Applicable to natural gas procurement service to non-residential core customers located in the City of Vernon, as defined in Special Condition 11.				
	Procurement Charge: ^{3/} G-CPNR	69.362¢	69.362¢	69.362¢	
	<u>Transmission Charge:</u> ^{4/} GPT-10V	45.931¢	20.361¢	6.205¢	
	Commodity Charge: GN-10V	115.293¢	89.723¢	75.567¢	
<u>GN-10VC:</u>	Core procurement service for previous non-residential transportation-only customers returning to utility procurement service located in the City of Vernon, including CAT customers with annual consumption over 50,000 therms, as further defined in Schedule No. G-CP.				
	Procurement Charge: ^{3/} G-CPNRC	70.155¢	70.155¢	70.155¢	I,I,I
	<u>Transmission Charge:</u> ^{4/} GPT-10V	45.931¢	20.361¢	6.205¢	
	Commodity Charge: GN-10VC	116.086¢	90.516¢	76.360¢	I,I,I
<u>GT-10V:</u>	Applicable to non-residential transportation-only and CAT customers located in the City of Vernon as set forth in Special Conditions 11 and 13.				
	Transmission Charge: GT-10V	45.880¢ ^{6/}	20.310¢ ^{6/}	6.154¢ ^{6/}	

(Footnotes continued from previous page.)

^{5/} These charges are equal to the core commodity rate less the following three components as approved in D.97-04-082: (1) the weighted average cost of gas; (2) the core brokerage fee; and (3) the procurement carrying cost of storage inventory.

^{6/} These charges are equal to the core commodity rate less the following four components as approved in D.97-04-082: (1) the weighted average cost of gas; (2) the core brokerage fee; (3) the procurement carrying cost of storage inventory; and (4) an amount to implement the SoCalGas-Vernon Stipulation and Settlement Agreement approved by D.96-09-104. This charge includes the El Paso Settlement proceeds refund pursuant to D.03-10-087 and approved by Advice No. 3416.

(Continued)

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Schedule No. G-AC
CORE AIR CONDITIONING SERVICE
FOR COMMERCIAL AND INDUSTRIAL

Sheet 2

(Continued)

RATES (Continued)

Commodity Charges

G-AC

This charge is for service as defined above and consists of: (1) the monthly non-residential procurement charge as set forth in Schedule No. G-CP; (2) the GT-AC transmission charge, as set forth in Schedule No. GT-AC; and (3) the procurement carrying cost of storage inventory charge.

The non-residential procurement charge is determined as set forth in Schedule No. G-CP, in the manner approved by D.96-08-037, and subject to change monthly as described in Special Condition 10.

Rate, per therm.

Procurement Charge:	G-CPNR	69.362¢
<u>Transmission Charge:</u>	<u>GPT-AC</u>	<u>9.765¢</u>
Commodity Charge:	G-AC	79.127¢

G-ACC

This charge will be applicable for the first 12 months of service for: (1) customers who transfer from noncore service to core procurement service, except noncore customers who have been disqualified from noncore service and are required to return to core service; (2) non-residential core transportation customers who consumed over 50,000 therms in the last 12 months, unless such customer was returned to utility procurement because their gas supplier is no longer doing any business in California, or (3) non-residential core transportation customers with annual consumption over 50,000 therms who return to core procurement service and switch back to transportation only service within 90 days.

This charge consists of: (1) the monthly procurement charge as set forth in Schedule No. G-CPNRC; (2) the GT-AC transmission charge, as set forth in Schedule No. GT-AC; and (3) the procurement carrying cost of storage inventory charge.

Rate, per therm.

Procurement Charge:	G-CPNRC	70.155¢
<u>Transmission Charge:</u>	<u>GPT-AC</u>	<u>9.765¢</u>
Commodity Charge:	G-ACC	79.920¢

(Continued)

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Schedule No. G-EN
CORE GAS ENGINE SERVICE
FOR WATER PUMPING

Sheet 2

(Continued)

RATES (Continued)

Commodity Charges (Continued)

G-EN (Continued)

The non-residential procurement charge is determined as set forth in Schedule No. G-CP, in the manner approved by D.96-08-037, and subject to change monthly as described in Special Condition 6.

Rate, per therm

Procurement Charge:	G-CPNR	69.362¢
<u>Transmission Charge:</u>	<u>GPT-EN</u>	<u>10.401¢</u>
Commodity Charge:	G-EN	79.763¢

G-ENC

This charge will be applicable for the first 12 months of service for: (1) customers who transfer from noncore service to core procurement service, except noncore customers who have been disqualified from noncore service and are required to return to core service; (2) non-residential core transportation customers who consumed over 50,000 therms in the last 12 months, unless such customer was returned to utility procurement because their gas supplier is no longer doing any business in California, or (3) non-residential core transportation customers with annual consumption over 50,000 therms who return to core procurement service and switch back to transportation only service within 90 days.

This charge consists of: (1) the monthly procurement charge as set forth in Schedule No. G-CPNRC; (2) the GT-EN transmission charge, as set forth in Schedule No. GT-EN; and (3) the procurement carrying cost of storage inventory charge.

Procurement Charge:	G-CPNRC	70.155¢
<u>Transmission Charge:</u>	<u>GPT-EN</u>	<u>10.401¢</u>
Commodity Charge:	G-ENC	80.556¢

Minimum Charge

The minimum monthly charge shall consist of the Monthly Customer Charge.

The number of therms to be billed shall be determined in accordance with Rule No. 2.

(Continued)

Schedule No. G-NGV
NATURAL GAS SERVICE FOR MOTOR VEHICLES

Sheet 2

(Continued)

RATES (Continued)

Commodity Charges (Continued)

Customer-Funded Fueling Station (Continued)

G-NGU (Continued)

Rate, uncompressed per therm.

Procurement Charge:	G-CPNR	69.362¢
<u>Transmission Charge:</u>	<u>GPT-NGU</u>	<u>7.934¢</u>
Commodity Charge:	G-NGU	77.296¢

G-NGUC

This charge will be applicable for the first 12 months of service for core transportation customers with qualifying load who consumed over 50,000 therms in the last 12 months, unless such customer was returned to utility procurement because their gas supplier is no longer doing any business in California. This charge consists of: (1) the monthly procurement charge as set forth in Schedule No. G-CPNRC; (2) the GT-NGU transmission charge, as set forth in Schedule No. GT-NGV; and (3) the procurement carrying cost of storage inventory charge.

Rate, uncompressed per therm.

Procurement Charge:	G-CPNRC	70.155¢
<u>Transmission Charge:</u>	<u>GPT-NGU</u>	<u>7.934¢</u>
Commodity Charge:	G-NGUC	78.089¢

Utility-Funded Fueling Station

G-NGC Compression Surcharge per therm 74.624¢

The G-NGC Compression Surcharge will be added to the G-NGU Uncompressed rate per therm, or the G-NGUC Uncompressed rate per therm as applicable, as indicated in the Customer-Funded Fueling Station section above. The resultant total compressed rate is:

G-NGU plus G-NGC, compressed per therm	151.920¢
G-NGUC plus G-NGC, compressed per therm	152.713¢

(Continued)

(TO BE INSERTED BY UTILITY)
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Schedule No. G-CP
CORE PROCUREMENT SERVICE

Sheet 2

(Continued)

RATES (Continued)

G-CPNR (Continued)

Cost of Gas, per therm	69.161¢
Brokerage Fee, per therm	<u>0.201¢</u>
Total Core Procurement Charge, per therm	69.362¢

G-CPNRC

This is the non-residential Cross-Over Rate authorized in D.02-08-065. This charge will be applicable for the first 12 months of service for: (1) customers who transfer from noncore service to core procurement service, except noncore customers who have been disqualified from noncore service and are required to return to core service; (2) non-residential core transportation customers who consumed over 50,000 therms in the last 12 months, unless such customer was returned to utility procurement because their gas supplier is no longer doing any business in California, or (3) non-residential core transportation customers with annual consumption over 50,000 therms who return to core procurement service and switch back to transportation only service within 90 days.

The monthly gas procurement charge is comprised of: (1) the higher of the Cost of Gas in the G-CPNR rate above, less authorized franchise fees and uncollectible expenses, or the Adjusted Border Price; (2) authorized franchise fees and uncollectible expenses; and (3) authorized core brokerage fee.

The Border Price is equal to the average of the first of the month "Southern Cal Border Avg." index from Natural Gas Intelligence and the "Bid Week, California-South, Delivered to Pipeline" index from Natural Gas Week. The Adjusted Border Price is equal to the Border Price less the currently authorized core interstate capacity costs included in core transportation rates.

Cost of Gas, (1) and (2) above, per therm	69.954¢	I
Brokerage Fee, per therm	<u>0.201¢</u>	
Total Core Procurement Charge, per therm	70.155¢	I

G-CPR

This charge is for residential service. Pursuant to D.96-08-037, Utility was authorized to change the residential gas procurement charge monthly concurrent with its implementation of the 1996 BCAP Decision (D.97-04-082).

(Continued)

(TO BE INSERTED BY UTILITY)

ADVICE LETTER NO. 3711
 DECISION NO.

2H7

ISSUED BY

Lee Schavrien
 Senior Vice President
 Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)

DATE FILED Feb 7, 2007
 EFFECTIVE Feb 10, 2007
 RESOLUTION NO. G-3351

Schedule No. G-CP
CORE PROCUREMENT SERVICE

Sheet 3

(Continued)

RATES (Continued)

G-CPR (Continued)

The monthly residential gas procurement charge is comprised of: (1) the weighted average cost of gas (WACOG) for the current month, derived in the manner set forth in D.98-07-068, including reservation charges associated with interstate pipeline capacity contracts entered into by the Utility pursuant to D.04-09-022 and D.02-06-023; (2) authorized franchise fees and uncollectible expenses; (3) authorized core brokerage fee; (4) any adjustments for over- or under- collection imbalance in the Core Purchased Gas Account (CPGA) imbalance band as defined and approved in D.98-07-068; and (5) an adjustment for the Gas Cost Incentive Mechanism (GCIM) reward/penalty pursuant to D.02-06-023. The CPGA component is an adder in the case of an under-collection and a subtracter in the case of an over-collection.

Cost of Gas, per therm	69.161¢
Brokerage Fee, per therm	<u>0.201¢</u>
Total Core Procurement Charge, per therm	69.362¢

G-CPRC

This is the residential Cross-Over Rate authorized in D.02-08-065. This charge will be applicable for the first 12 months for: (1) residential core transportation customers who consumed over 50,000 therms in the last 12 months and who transfer to utility procurement, or (2) residential core transportation customers with annual consumption over 50,000 therms who return to core procurement service and switch back to transportation only service within 90 days.

The monthly gas procurement charge is comprised of: (1) the higher of the Cost of Gas in the G-CPR rate above, less authorized franchise fees and uncollectible expenses, or the Adjusted Border Price; (2) authorized franchise fees and uncollectible expenses; and (3) authorized core brokerage fee.

The Border Price is equal to the average of the first of the month "Southern Cal Border Avg." index from Natural Gas Intelligence and the "Bid Week, California-South, Delivered to Pipeline" index from Natural Gas Week. The Adjusted Border Price is equal to the Border Price less the currently authorized core interstate capacity costs included in core transportation rates.

Cost of Gas, (1) and (2) above, per therm	69.954¢
Brokerage Fee, per therm	<u>0.201¢</u>
Total Core Procurement Charge, per therm	70.155¢

The Border Price will be posted on the Utility's Internet web site at <http://www.socalgas.com>.

(Continued)

(TO BE INSERTED BY UTILITY)

ADVICE LETTER NO. 3711
 DECISION NO.

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ISSUED BY

Lee Schavrien
 Senior Vice President
 Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)

DATE FILED Feb 7, 2007
 EFFECTIVE Feb 10, 2007
 RESOLUTION NO. G-3351

Schedule No. GML

Sheet 2

MULTI-FAMILY SERVICE, INCOME QUALIFIED
 (Includes GML-E, GML-C, GML-EC, GML-CC, GT-MLE, GT-MLC and all GMBL Rates)

(Continued)

RATES

The individual unit Baseline therm allocation shall be multiplied by the number of qualified residential units.

	<u>GML/GT-ML</u>	<u>GMBL/GT-MBL</u>
<u>Customer Charge</u> , per meter, per day:	13.151¢ ^{1/}	\$8.082

The Transmission Charges for CARE-eligible procurement customers shown below include an additional charge of 0.952 cents per therm to recover the well work costs associated with maintaining the deliverability capability at the Aliso and Goleta storage fields as a result of releasing the cushion gas to CARE procurement customers pursuant to D.05-11-027.

GML

	<u>GML-E</u>	<u>GML-EC</u>	<u>GT-MLE</u>
<u>Baseline Rate</u> , per therm (baseline usage defined per Special Conditions 3 and 4):			
Procurement Charge: ^{2/}	55.490¢	56.124¢	N/A
<u>Transmission Charge</u> : ^{3/}	<u>23.727¢</u>	<u>23.727¢</u>	<u>22.734¢</u>
Total Baseline Charge (all usage):	79.217¢	79.851¢	22.734¢

Non-Baseline Rate, per therm (usage in excess of baseline usage):

Procurement Charge: ^{2/}	55.490¢	56.124¢	N/A
<u>Transmission Charge</u> : ^{3/}	<u>38.358¢</u>	<u>38.358¢</u>	<u>37.365¢</u>
Total Non Baseline Charge (all usage):.....	93.848¢	94.482¢	37.365¢

	<u>GML-C</u>	<u>GML-CC</u>	<u>GT-MLC</u>
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Non-Baseline Rate, per therm (usage in excess of baseline usage):

Procurement Charge: ^{2/}	55.490¢	56.124¢	N/A
<u>Transmission Charge</u> : ^{3/}	<u>38.358¢</u>	<u>38.358¢</u>	<u>37.365¢</u>
Total Non Baseline Charge (all usage):.....	93.848¢	94.482¢	37.365¢

^{1/} For "Space Heating Only" customers, a daily Customer Charge of 26.519¢ per day applies during the winter period beginning November 1 through April 30. For the summer period beginning May 1 through October 31, with some exceptions, usage will be accumulated to at least 20 one hundred cubic feet (Ccf) before billing.

^{2/} This charge is applicable to Utility Procurement Customers and includes the G-CPR Procurement Charge as shown in Schedule No. G-CP, which is subject to change monthly, as set forth in Special Condition 7. (Footnotes continued on next page.)

(Continued)

(TO BE INSERTED BY UTILITY)
 ADVICE LETTER NO. 3711
 DECISION NO.

ISSUED BY
Lee Schavrien
 Senior Vice President
 Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)
 DATE FILED Feb 7, 2007
 EFFECTIVE Feb 10, 2007
 RESOLUTION NO. G-3351

Schedule No. GML

Sheet 3

MULTI-FAMILY SERVICE, INCOME QUALIFIED
 (Includes GML-E, GML-C, GML-EC, GML-CC, GT-MLE, GT-MLC and all GMBL Rates)

(Continued)

RATES (Continued)

GMBL

	<u>GMBL-E</u>	<u>GMBL-EC</u>	<u>GT-MBLE</u>
<u>Baseline Rate</u> , per therm (baseline usage defined per Special Conditions 3 and 4):			
Procurement Charge: ^{2/}	55.490¢	56.124¢	N/A
<u>Transmission Charge</u> : ^{3/}	<u>17.228¢</u>	<u>17.228¢</u>	<u>16.235¢</u>
Total Baseline Charge (all usage):.....	72.718¢	73.352¢	16.235¢

Non-Baseline Rate, per therm (usage in excess of baseline usage):

Procurement Charge: ^{2/}	55.490¢	56.124¢	N/A
<u>Transmission Charge</u> : ^{3/}	<u>23.620¢</u>	<u>23.620¢</u>	<u>22.627¢</u>
Total Non-Baseline Charge (all usage):	79.110¢	79.744¢	22.627¢

	<u>GMBL-C</u>	<u>GMBL-CC</u>	<u>GT-MBLC</u>
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Non-Baseline Rate, per therm (usage in excess of baseline usage):

Procurement Charge: ^{2/}	55.490¢	56.124¢	N/A
<u>Transmission Charge</u> : ^{3/}	<u>23.620¢</u>	<u>23.620¢</u>	<u>22.627¢</u>
Total Non Baseline Charge (all usage):.....	79.110¢	79.744¢	22.627¢

Minimum Charge

The Minimum Charge shall be the applicable monthly Customer Charge.

Additional Charges

Rates may be adjusted to reflect any applicable taxes, Franchise Fees or other fees, regulatory surcharges, and interstate or intrastate pipeline charges that may occur.

(Footnotes continued from previous page.)

^{3/} This charge for GML-E, GML-EC, GMBL-E, GMBL-EC, GML-C, GML-CC, GMBL-C and GMBL-CC customers is equal to the GT-ML Transmission Charge and the procurement carrying cost of storage inventory charge.

(Continued)

(TO BE INSERTED BY UTILITY)
 ADVICE LETTER NO. 3711
 DECISION NO.
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ISSUED BY
Lee Schavrien
 Senior Vice President
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(TO BE INSERTED BY CAL. PUC)
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 Regulatory Affairs

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 DATE FILED Feb 7, 2007
 EFFECTIVE Feb 10, 2007
 RESOLUTION NO. G-3351

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 EFFECTIVE Feb 10, 2007
 RESOLUTION NO. G-3351

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ATTACHMENT C

ADVICE NO. 3711

**G-CPNRC & G-CPRC RATE CALCULATION WORKPAPER
SCHEDULE NO. G-CP CROSS-OVER RATE FILING
EFFECTIVE FEBRUARY 10, 2007**

Border Price Index (BPI)

The Border Price is equal to the average of the first of the month "Southern Cal Border Avg." index from Natural Gas Intelligence (NGI) and the "Bid Week, California-South, Delivered to Pipeline" index from Natural Gas Week (NGW)

February 2007 NGI's Price Index (NGIPI) = \$0.68600 per therm

February 2007 NGW's Price Index (NGWPI) = \$0.68700 per therm

Border Price Index (BPI) = (NGIPI + NGWPI) / 2

BPI = \$0.68650 per therm

Adjusted Border Price Index (ABPI)

Remove Core Pipeline Demand Costs from BPI

ABPI = \$0.68650 - \$0.00013 = \$0.68637 per therm

Core Procurement Cost of Gas (CPC)

2/1/07 G-CPNR & G-CPR Cost of Gas (without Brokerage Fee) = \$0.69161

Adjusted Core Procurement Cost of Gas (ACPC)

Remove 1.9187% Franchise Fee and Uncollectibles (FF&U)

ACPC = \$0.69161 / 1.019187 = \$0.67859 per therm

G-CPNRC & G-CPRC Cross-Over Rate Calculation:

Higher of ACPC or ABPI = ABPI = \$0.68637

Include 1.9187% Franchise Fee and Uncollectibles (FF&U)

G-CPNRC & G-CPRC Cost of Gas = \$0.68637 * 1.019187 = \$0.69954 per therm