PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298



December 16, 2008

Advice Letter 3921

Ken Deremer Director Tariffs & Regulatory Accounts 8330 Century Park Court CP32C San Diego, CA 92123-1548

Subject: Daily Balancing Standby Rates for November 8-14, 2008

Dear Mr. Deremer:

Advice Letter 3921 is effective November 17, 2008.

Sincerely,

Kenneth Lewis, Acting Director

Energy Division





Ken Deremer
Director
Tariffs & Regulatory Accounts

8330 Century Park Court CP32C San Diego, CA 92123-1548 Tel: 858.654.1756 Fax: 858.654.1788

KDeremer@SempraUtilities.com

November 17, 2008

Advice No. 3921 (U 904 G)

Public Utilities Commission of the State of California

Subject: Daily Balancing Standby Rates for November 8-14, 2008

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 filing updates the Daily Balancing Standby Rates for the period of November 8, 2008 through November 14, 2008 in Schedule No. G-IMB, Transportation Imbalance Service, as authorized by the California Public Utilities Commission's (Commission) approval of SoCalGas' Advice Nos. 2651, 2651-A and 2651-B on December 26, 1997, which were filed in compliance with Decision (D.) 97-11-070, dated November 19, 1997, which modified Capacity Brokering Decision D.90-09-089 by adopting modifications to SoCalGas' balancing rules.

Background

As authorized in Schedule No. G-IMB, customers will be subject to balancing rules during the winter operating period. From November through March, customers will be required to deliver (using a combination of flowing supply and firm storage withdrawal) at least 50% of burn over a five-day period. As the Utility's total inventory in storage declines to the peak day minimum + 20 Bcf, customers will be required to deliver (using a combination of flowing supply and firm storage withdrawal) at least 70% of burn daily. As the Utility's total inventory in storage declines to the peak day minimum + 5 Bcf, customers will be required to deliver (using a combination of flowing supply and firm storage withdrawal) at least 90% of burn daily. Volumes not in compliance with the minimum delivery requirements will be purchased at the daily balancing standby rates described below. Imbalance trading and as-available withdrawal may not be used to offset the minimum delivery requirements. A complete description of the winter minimum delivery requirements is specified in Rule No. 30, Transportation of Customer-Owned Gas.

The Daily Balancing Standby Rates are calculated as follows:

- 1. During November through March customers are required to deliver (flowing supply and firm storage withdrawal) at a minimum of 50% of burn during a five-day period. Volumes not in compliance with the 50% five-day minimum delivery requirement are purchased at the daily balancing standby rate. The daily balancing standby rate is calculated as 150% of the highest Southern California Border price during the five-day period as published in "NGI's Daily Gas Price Index" including authorized franchise fees and, for retail customers, uncollectible expenses (F&U), and an authorized brokerage fee.
- 2. When the Utility's total inventory in storage declines to the "peak day minimum + 20 Bcf trigger", the minimum daily delivery requirement increases to 70%. The five-day period no longer applies. The daily balancing standby rate is 150% of the highest Southern California Border price per NGI's Daily Gas Price Index for the day (including F&U and brokerage fee) and is applied to each day's deliveries which are less than the 70% delivery requirement.
- 3. When the Utility's total inventory in storage declines to the "peak day minimum + 5 Bcf trigger", the minimum delivery requirement increases to 90% daily. Similar to the 70% regime, the five-day period no longer applies. The daily balancing standby rate is 150% of the highest Southern California Border price per NGI's Daily Gas Price Index for the day (including F&U and brokerage fee) and is applied to each day's deliveries which are less than the 90% delivery requirement.

As further authorized in Schedule No. G-IMB by the Commission's approval of SoCalGas' Advice No. 3018 on June 6, 2001, the Daily Balancing Standby Rates may be filed weekly to become effective immediately. In any event, the Daily Balancing Standby Rates shall be filed on or before the fifth business day of each month.

Requested Tariff Revisions

The new rates are reflected in the attached Schedule No. G-IMB tariff sheets. The note at the end of the Daily Balancing Standby Rates section is revised to state that for the days of November 1-14, 2008 the Utility's total inventory in storage was above the "peak day minimum + 20 Bcf trigger" and therefore the five-day period applies. The workpaper showing the calculation of these rates 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 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 Maria Salinas (mas@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

SoCalGas believes this Advice Letter is subject to Energy Division disposition and should be classified as Tier 1 (effective pending disposition) pursuant to GO 96-B. As authorized in Schedule No. G-IMB, the tariff sheets filed herein are to be effective for service on and after November 17, 2008, which is the date filed, and are to be applicable to the period of November 8, 2008 through November 14, 2008.

Notice

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

KEN DEREMER
Director
Tariffs and Regulatory Accounts

Attachments

CALIFORNIA PUBLIC UTILITIES COMMISSION

ADVICE LETTER FILING SUMMARY ENERGY UTILITY

MUST BE COMPLET	TED BY UTILITY (Att	tach additional pages as needed)	
Company name/CPUC Utility No. SO	UTHERN CALIFO	RNIA GAS COMPANY (U 904-G)	
Utility type:			
☐ ELC ☐ GAS	Phone #: (213) <u>244-2846</u>		
☐ PLC ☐ HEAT ☐ WATER	E-mail: snewsom@semprautilities.com		
EXPLANATION OF UTILITY TY	NATION OF UTILITY TYPE (Date Filed/ Received Stamp by CPUC)		
ELC = Electric GAS = Gas PLC = Pipeline HEAT = Heat V	VATER = Water		
Advice Letter (AL) #: 3921			
Subject of AL: <u>Daily Balancing Stan</u>	dby Rates for Nove	ember 8-14, 2008	
Keywords (choose from CPUC listing)	: Compliance, No	n-core, Procurement	
AL filing type: Monthly Quarter	rly 🗌 Annual 🗌 O	ne-Time 🛛 Other <u>Weekly</u>	
If AL filed in compliance with a Comp 	nission order, indi	cate relevant Decision/Resolution #:	
Does AL replace a withdrawn or reject	cted AL? If so, ider	ntify the prior AL <u>No</u>	
Summarize differences between the A	AL and the prior wi	ithdrawn or rejected AL¹:N/A	
Does AL request confidential treatme	ent? If so, provide e	explanation: No	
Resolution Required? Yes No		Tier Designation: 🛛 1 🔲 2 🔲 3	
Requested effective date: 11/17/08 No. of tariff sheets: 4			
Estimated system annual revenue eff	fect: (%):		
Estimated system average rate effect	(%):		
		L showing average rate effects on customer	
classes (residential, small commercia	0	ıltural, lighting).	
Tariff schedules affected: G-IMB and TOCs			
Service affected and changes proposed ¹ :N/A			
Pending advice letters that revise the same tariff sheets: None			
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 Southern California Gas Company			
Attention: Tariff Unit		Attention: Sid Newsom	
505 Van Ness Ave. 555 West Fifth Street, GT14D6 San Francisco, CA 94102 Los Angeles, CA 90013-1011			
mas@cpuc.ca.gov and jnj@cpuc.ca.gov		newsom@semprautilities.com	

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

ATTACHMENT A

Advice No. 3921

(See Attached Service List)

Aglet Consumer Alliance James Weil jweil@aglet.org

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

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City of Long Beach, Gas & Oil Dept. **Chris Garner**

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Alcantar & Kahl, LLP Mike Cade wmc@a-klaw.com

Beta Consulting John Burkholder burkee@cts.com

CPUC Pearlie Sabino pzs@cpuc.ca.gov

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

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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 Catherine Sullivan csullivan@commerceenergy.com sls@a-klaw.com

Alcantar & Kahl

Seema Srinivasan

BP Amoco, Reg. Affairs **Marianne Jones**

501 West Lake Park Blvd. Houston, TX 77079

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

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

CPUC

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City of Pasadena - Water and Power

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GBawa@cityofpasadena.net

Commerce Energy Blake Lazusso

blasuzzo@commerceenergy.com

County of Los Angeles Stephen Crouch

1100 N. Eastern Ave., Room 300

Los Angeles, CA 90063

Culver City Utilities DGS Crossborder Energy Tom Beach **Heustace Lewis Henry Nanjo** Heustace.Lewis@culvercity.org tomb@crossborderenergy.com Henry.Nanjo@dgs.ca.gov **Davis Wright Tremaine, LLP** Dept. of General Services Davis, Wright, Tremaine Edward W. O'Neill Judy Pau **Celia Torres** 505 Montgomery Street, Ste 800 judypau@dwt.com celia.torres@dgs.ca.gov San Francisco, CA 94111 Douglass & Liddell Douglass & Liddell Dan Douglass Donald C. Liddell Dan Carroll douglass@energyattorney.com liddell@energyattorney.com dcarroll@downeybrand.com Dynegy **Gas Purchasing Gas Transmission Northwest** Corporation Joseph M. Paul BC Gas Utility Ltd. **Bevin Hona** jmpa@dynegy.com 16705 Fraser Highway Bevin_Hong@transcanada.com Surrey, British Columbia, V3S 2X7 **General Services Administration** Goodin, MacBride, Squeri, Ritchie & Goodin, MacBride, Squeri, Ritchie & Day, LLP Day, LLP **Facilities Management (9PM-FT)** J. H. Patrick James D. Squeri 450 Golden Gate Ave. hpatrick@gmssr.com isqueri@gmssr.com San Francisco, CA 94102-3611 **Imperial Irrigation District Hanna & Morton** JBS Energy Norman A. Pedersen, Esq. K. S. Noller Jeff Nahigian npedersen@hanmor.com P. O. Box 937 jeff@jbsenergy.com Imperial, CA 92251 Jeffer, Mangels, Butler & Marmaro **Kern River Gas Transmission Company LADWP** 2 Embarcaero Center, 5th Floor Janie Nielsen Nevenka Ubavich San Francisco, CA 94111 Janie.Nielsen@KernRiverGas.com nevenka.ubavich@ladwp.com **LADWP** Law Offices of Diane I. Fellman Law Offices of William H. Booth Diane Fellman William Booth Randy Howard wbooth@booth-law.com P. O. Box 51111, Rm. 956 diane_fellman@fpl.com Los Angeles, CA 90051-0100 **MRW & Associates** Luce, Forward, Hamilton & Scripps **Manatt Phelps Phillips** John Leslie Robert Weisenmiller Randy Keen ileslie@luce.com

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Sheila Day

sheila@wma.org

ATTACHMENT B Advice No. 3921

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.	
Revised 44083-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 4	Revised 44068-G	
Revised 44084-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 5	Revised 44069-G	
Revised 44085-G	TABLE OF CONTENTS	Revised 44070-G	
Revised 44086-G	TABLE OF CONTENTS	Revised 44071-G	

Sheet 4

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Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

(Continued)

RATES (Continued)

Daily Balancing Standby Rates (Continued)

Daily Balancing Standby Rate, per therm

November 2008 <u>Day</u>	Core Retail <u>DB-CR</u>	Noncore Retail <u>DB-NR</u>	Wholesale <u>DB-W</u>
<u>Day</u>	<u>DD-CR</u>	<u>DD-IVR</u>	<u>DD- 11</u>
1	\$0.52374	\$0.52452	\$0.52327
2	\$0.52374	\$0.52452	\$0.52327
3	\$0.52374	\$0.52452	\$0.52327
4	\$0.60461	\$0.60539	\$0.60395
5	\$0.75567	\$0.75645	\$0.75465
Period 1 High	\$0.75567	\$0.75645	\$0.75465
6	\$0.80755	\$0.80833	\$0.80641
7	\$0.88537	\$0.88615	\$0.88405
8	\$0.72668	\$0.72746	\$0.72573
9	\$0.72668	\$0.72746	\$0.72573
10	\$0.72668	\$0.72746	\$0.72573
Period 2 High	\$0.88537	\$0.88615	\$0.88405
11	\$0.89453	\$0.89531	\$0.89318
12	\$0.84722	\$0.84800	\$0.84599
13	\$0.71905	\$0.71983	\$0.71812
14	\$0.71600	\$0.71678	\$0.71508
15	N/A	N/A	N/A
Period 3 High	N/A	N/A	N/A
16	N/A	N/A	N/A
17	N/A	N/A	N/A
18	N/A	N/A	N/A
19	N/A	N/A	N/A
20	N/A	N/A	N/A
Period 4 High	N/A	N/A	N/A

(Continued)

(TO BE INSERTED BY UTILITY) 3921 ADVICE LETTER NO. 97-11-070 DECISION NO.

4H7

ISSUED BY Lee Schavrien Senior Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC) Nov 17, 2008 DATE FILED Nov 17, 2008 **EFFECTIVE** RESOLUTION NO.

LOS ANGELES, CALIFORNIA CANCELING

Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

Sheet 5

(Continued)

RATES (Continued)

<u>Daily Balancing Standby Rates</u> (Continued)

Daily Balancing Standby Rate, per therm (Continued)

November 2008	Core Retail	Noncore Retail	Wholesale
<u>Day</u>	<u>DB-CR</u>	<u>DB-NR</u>	<u>DB-W</u>
	27/1	27/4	37/1
21	N/A	N/A	N/A
22	N/A	N/A	N/A
23	N/A	N/A	N/A
24	N/A	N/A	N/A
25	N/A	N/A	N/A
Period 5 High	N/A	N/A	N/A
26	N/A	N/A	N/A
27	N/A	N/A	N/A
28	N/A	N/A	N/A
29	N/A	N/A	N/A
30	N/A	N/A	N/A
Period 6 High	N/A	N/A	N/A

Note: For the days of November 1-14, 2008, the Utility's total inventory in storage was above the "peak day minimum + 20 Bcf trigger," and therefore the five-day period applies.

Revision of Rates

The Standby Procurement Charge and the Buy-Back Rate shall be established effective the last day of each month. The Daily Balancing Standby Rate shall be established on NGI's Daily Gas Price Index. Utility may file the Daily Balancing Standby Rate weekly to become effective immediately. In any event, the Daily Balancing Standby Rate shall be filed on or before the fifth business day of each month.

SPECIAL CONDITIONS

1. Definitions of the principal terms used in this rate schedule are contained in Rule No. 1.

(Continued)

(TO BE INSERTED BY UTILITY) 3921 ADVICE LETTER NO. 97-11-070 DECISION NO.

ISSUED BY Lee Schavrien Senior Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC) Nov 17, 2008 DATE FILED Nov 17, 2008 **EFFECTIVE** RESOLUTION NO.

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LOS ANGELES, CALIFORNIA CANCELING Revised

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(Continued)			
G-IMB	Transportation Imbalance Service		
	44084-G,36313-G,33498-G		
G-OSD	Off-System Delivery Service		
G-RPA	Receipt Point Access42260-G,42261-G,42262-G,42263-G,42264-G,42265-G		
	42266-G,42267-G,42268-G,42269-G,42270-G,42271-G		
	42272-G,42273-G,42274-G,42275-G		
G-POOL	Pooling Service		
G-BSS	Basic Storage Service		
	37961-G,37962-G,37963-G,37964-G		
G-AUC	Auction Storage Service		
	32712-G,32713-G,36314-G,32715-G		
G-LTS	Long-Term Storage Service		
	32720-G,32721-G,37965-G,37966-G		
G-TBS	Transaction Based Storage Service		
	31929-G,36315-G,27378-G		
G-CBS	UDC Consolidated Billing Service		
G-PPPS	Public Purpose Programs Surcharge		
G-SRF	Surcharge to Fund Public Utilities Commission		
	Utilities Reimbursement Account		
G-MHPS	Surcharge to Fund Public Utilities Commission		
	Master Metered Mobile Home Park Gas Safety		
	Inspection and Enforcement Program		
G-MSUR	Transported Gas Municipal Surcharge		
GIT	Interruptible Interutility Transportation		
GLT	Long-Term Transportation of Customer-Owned		
	Natural Gas		
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-PAL	Operational Hub Services		
G-FIG	Fiber Optic Cable in Gas Pipelines		
	40832-G,40833-G,40834-G,40835-G,40836-G,40837-G		

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 3921

ISSUED BY Lee Schavrien Senior Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC) Nov 17, 2008 DATE FILED Nov 17, 2008 EFFECTIVE RESOLUTION NO.

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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>	Cal. P.U.C. Sheet No.
Title Page	44086-G,43408-G,43963-G 41970-G 44065-G,44066-G,44085-G 40149.1-G 40149.1-G 43785-G,42331-G
PRELIMINARY STATEMENT	
Part I General Service Information	2-G,24333-G,24334-G,24749-G
Part II Summary of Rates and Charges	
Part III Cost Allocation and Revenue Requirement 27024-G,37920	o-G,27026-G,27027-G,43740-G
Part IV Income Tax Component of Contributions and Advances	43036-G,24354-G
Part V Balancing Accounts Description and Listing of Balancing Accounts Purchased Gas Account (PGA) Core Fixed Cost Account (CFCA) Noncore Fixed Cost Account (NFCA) Enhanced Oil Recovery Account (EORA) Noncore Storage Balancing Account (NSBA) California Alternate Rates for Energy Account (CAREA) Brokerage Fee Account (BFA) Hazardous Substance Cost Recovery Account (HSCRA) Natural Gas Vehicle Account (NGVA) El Paso Turned-Back Capacity Balancing Account (EPTCBA) Gas Cost Rewards and Penalties Account (GCRPA) Pension Balancing Account (PBA)	

(Continued)

 $\begin{array}{ll} \text{(TO BE INSERTED BY UTILITY)} \\ \text{ADVICE LETTER NO.} & 3921 \\ \text{DECISION NO.} & 97\text{-}11\text{-}070 \\ \end{array}$

ISSUED BY
Lee Schavrien
Senior Vice President
Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)

DATE FILED Nov 17, 2008

EFFECTIVE Nov 17, 2008

RESOLUTION NO.

ATTACHMENT C ADVICE NO. 3921 RATE CALCULATION WORKPAPER DAILY BALANCING STANDBY RATE FILING EFFECTIVE NOVEMBER 8-14, 2008

Daily Balancing Standby Rate = 150% x (NGI's Price Index + F&U Charge) + Brokeraç
F&U Charge is 1.7262% of NGI's Price Index for Retail and 1.4837% for Wholesale
Brokerage Fee is 0.188 cents for Core Retail; 0.266 cents for Noncore Retail/Wholesa
(All rates are per therm)

November	NGI's	Daily Balancing Standby Rates		
<u>Day</u>	Price Index	Core Retail	Noncore Retail	Wholesale
1	\$0.34200	\$0.52374	\$0.52452	\$0.52327
2	\$0.34200	\$0.52374	\$0.52452	\$0.52327
3	\$0.34200	\$0.52374	\$0.52452	\$0.52327
4	\$0.39500	\$0.60461	\$0.60539	\$0.60395
5	\$0.49400	\$0.75567	\$0.75645	\$0.75465
6	\$0.52800	\$0.80755	\$0.80833	\$0.80641
7	\$0.57900	\$0.88537	\$0.88615	\$0.88405
8	\$0.47500	\$0.72668	\$0.72746	\$0.72573
9	\$0.47500	\$0.72668	\$0.72746	\$0.72573
10	\$0.47500	\$0.72668	\$0.72746	\$0.72573
11	\$0.58500	\$0.89453	\$0.89531	\$0.89318
12	\$0.55400	\$0.84722	\$0.84800	\$0.84599
13	\$0.47000	\$0.71905	\$0.71983	\$0.71812
14	\$0.46800	\$0.71600	\$0.71678	\$0.71508