PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298

February 9, 2010



Advice Letter 4052

Ronald van der Leeden, Director Rates, Revenues and Tariffs 555 W. Fifth Street, GT14D6 Los Angeles, CA 90013-1011

Subject: Daily Balancing Standby Rates for December 16-22, 2009

Dear Mr. van der Leeden:

Advice Letter 4052 is effective December 23, 2009.

Sincerely,

Julie A. Fitch, Director Energy Division

gen A. Jas





Ronald van der Leeden
Director
Rates, Revenues and Tariffs

555 W. Fifth Street, GT14D6 Los Angeles, CA 90013-1011 Tel: 213.244.2009 Fax: 213.244.3201

rvanderleeden@semprautilities.com

December 23, 2009

Advice No. 4052 (U 904 G)

Public Utilities Commission of the State of California

Subject: Daily Balancing Standby Rates for December 16-22, 2009

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 December 16, 2009 through December 22, 2009 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 December 1-22, 2009 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
> 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 December 23, 2009, which is the date filed, and are to be applicable to the period of December 16, 2009 through December 22, 2009.

Notice

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

Ronald van der Leeden Director Rates, Revenues and Tariffs

Attachments

CALIFORNIA PUBLIC UTILITIES COMMISSION

ADVICE LETTER FILING SUMMARY ENERGY UTILITY

MUST BE COMPLE	TED BY UTILITY (At	tach additional pages as needed)		
Company name/CPUC Utility No. SOUTHERN CALIFORNIA GAS COMPANY (U 904-G)				
Utility type:				
☐ ELC ☐ GAS	Phone #: (213) <u>244-2846</u>			
☐ PLC ☐ HEAT ☐ WATER		n@semprautilities.com		
EXPLANATION OF UTILITY TY	EXPLANATION OF UTILITY TYPE (Date Filed/ Received Stamp by CPUC)			
ELC = Electric GAS = Gas PLC = Pipeline HEAT = Heat V				
Advice Letter (AL) #: 4052	•			
Subject of AL: <u>Daily Balancing Stan</u>	dby Rates for Dece	ember 16-22, 2009		
Keywords (choose from CPUC listing)	: Compliance, No	n-core, Procurement		
AL filing type: Monthly Quarter	rly 🗌 Annual 🗌 C	ne-Time 🛛 Other <u>Weekly</u>		
If AL filed in compliance with a Comr D97-11-070	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	thdrawn or rejected AL¹:N/A		
Does AL request confidential treatme	ent? If so, provide ϵ	explanation: No		
Resolution Required? \square Yes \boxtimes No		Tier Designation: 🛛 1 🔲 2 🔲 3		
Requested effective date: 12/23/09 No. of tariff sheets: 4				
Estimated system annual revenue eff	fect: (%):			
Estimated system average rate effect	(%):			
When rates are affected by AL, include	de attachment in A	L showing average rate effects on customer		
classes (residential, small commercia	ıl, large C/I, agricu	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: 4042, 4045, 4048, and 4050				
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. San Francisco, CA 94102		555 West Fifth Street, GT14D6 os Angeles, CA 90013-1011		
mas@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. 4052

(See Attached Service List)

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ATTACHMENT B Advice No. 4052

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 45456-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 5	Revised 45448-G
Revised 45457-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 6	Revised 45449-G
Revised 45458-G	TABLE OF CONTENTS	Revised 45454-G
Revised 45459-G	TABLE OF CONTENTS	Revised 45455-G

LOS ANGELES, CALIFORNIA CANCELING

45456-G 45448-G

Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

Sheet 5

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(Continued)

RATES (Continued)

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

Daily Balancing Standby Rate, per therm (Continued)

December 2009	Core Retail	Noncore Retail	Wholesale	
<u>Day</u>	<u>DB-CR</u>	<u>DB-NR</u>	<u>DB-W</u>	
11	\$0.83349	\$0.83427	\$0.83229	
12	\$0.85638	\$0.85716	\$0.85512	
13	\$0.85638	\$0.85716	\$0.85512	
14	\$0.85638	\$0.85716	\$0.85512	
15	\$0.86706	\$0.86784	\$0.86578	
Period 3 High	\$0.86706	\$0.86784	\$0.86578	
16	\$0.87622	\$0.87700	\$0.87491	
17	\$0.86706	\$0.86784	\$0.86578	
18	\$0.89453	\$0.89531	\$0.89318	
19	\$0.89453	\$0.89531	\$0.89318	
20	\$0.89453	\$0.89531	\$0.89318	
Period 4 High	\$0.89453	\$0.89531	\$0.89318	
21	\$0.89453	\$0.89531	\$0.89318	
22	\$0.89758	\$0.89836	\$0.89622	
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	
31	N/A	N/A	N/A	
Period 6 High	N/A	N/A	N/A	

(Continued)

 $\begin{array}{ll} \text{(TO BE INSERTED BY UTILITY)} \\ \text{ADVICE LETTER NO.} & 4052 \\ \text{DECISION NO.} & 97\text{-}11\text{-}070 \\ \end{array}$

5H9

ISSUED BY
Lee Schavrien
Senior Vice President
Regulatory Affairs

(TO BE INSERTED BY CAL. PUC)

DATE FILED Dec 23, 2009

EFFECTIVE Dec 23, 2009

RESOLUTION NO.

Revised Revised

CAL. P.U.C. SHEET NO. CAL. P.U.C. SHEET NO.

45457-G 45449-G

Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

Sheet 6

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(Continued)

RATES (Continued)

Daily Balancing Standby Rates (Continued)

Daily Balancing Standby Rate, per therm (Continued)

Note: For the days of December 1-22, 2009, 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. The 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.
- 2. Imbalances of customers other than the Utility Gas Procurement Department or ESPs will be calculated by combining all of a customer's meters served under the same order control code, not by account or individual delivery point. The order control code is used by the Utility to group those facilities identified by the customer for determining the customer's imbalances. In the case of the Utility Gas Procurement Department the applicable Daily Forecast Quantity will be used. In the case of ESPs their applicable Daily Contract Quantity (DCQ) will be used.

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4052 97-11-070 DECISION NO.

6H8

ISSUED BY Lee Schavrien Senior Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC) Dec 23, 2009 DATE FILED Dec 23, 2009 **EFFECTIVE** RESOLUTION NO.

Revised LOS ANGELES, CALIFORNIA CANCELING Revised

CAL. P.U.C. SHEET NO. CAL. P.U.C. SHEET NO.

45458-G 45454-G

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G-POOL	Pooling Service
G-BSS	Basic Storage Service
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G-AUC	Auction Storage Service
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G-LTS	Long-Term Storage Service
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G-TBS	Transaction Based Storage Service
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G-CBS	UDC Consolidated Billing Service
G-SMT	Secondary Market Transactions
	of Storage Rights
G-PPPS	Public Purpose Programs Surcharge
G-SRF	Surcharge to Fund Public Utilities Commission
G) (TYP)	Utilities Reimbursement Account
G-MHPS	Surcharge to Fund Public Utilities Commission
	Master Metered Mobile Home Park Gas Safety
C Marin	Inspection and Enforcement Program
G-MSUR	Transported Gas Municipal Surcharge
GIT	Interruptible Interutility Transportation
GLT	Long-Term Transportation of Customer-Owned
CI TI 1	Natural Gas
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	40837-0,40833-0,40834-0,40833-0,40830-0,40837-0

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4052 DECISION NO. 97-11-070

ISSUED BY Lee Schavrien Senior Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC) Dec 23, 2009 DATE FILED Dec 23, 2009 EFFECTIVE RESOLUTION NO.

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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.

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Pension Balancing Account (PBA)	
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(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4052 DECISION NO. 97-11-070

ISSUED BY Lee Schavrien Senior Vice President Regulatory Affairs

(TO BE INSERTED BY CAL. PUC) Dec 23, 2009 DATE FILED Dec 23, 2009 **EFFECTIVE** RESOLUTION NO.

ATTACHMENT C ADVICE NO. 4052 RATE CALCULATION WORKPAPER DAILY BALANCING STANDBY RATE FILING EFFECTIVE DECEMBER 16-22, 2009

Daily Balancing Standby Rate = 150% x (NGI's Price Index + F&U Charge) + Brokerage Fee
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/Wholesale

(All rates are per therm)

December	NGI's	Daily Balancing Standby Rates		
<u>Day</u>	Price Index	Core Retail	Noncore Retail	<u>Wholesale</u>
1	\$0.49000	\$0.74957	\$0.75035	\$0.74857
2	\$0.48700	\$0.74499	\$0.74577	\$0.74400
3	\$0.51500	\$0.78771	\$0.78849	\$0.78662
4	\$0.49200	\$0.75262	\$0.75340	\$0.75161
5	\$0.49000	\$0.74957	\$0.75035	\$0.74857
6	\$0.49000	\$0.74957	\$0.75035	\$0.74857
7	\$0.49000	\$0.74957	\$0.75035	\$0.74857
8	\$0.51900	\$0.79382	\$0.79460	\$0.79271
9	\$0.55200	\$0.84417	\$0.84495	\$0.84295
10	\$0.57500	\$0.87927	\$0.88005	\$0.87796
11	\$0.54500	\$0.83349	\$0.83427	\$0.83229
12	\$0.56000	\$0.85638	\$0.85716	\$0.85512
13	\$0.56000	\$0.85638	\$0.85716	\$0.85512
14	\$0.56000	\$0.85638	\$0.85716	\$0.85512
15	\$0.56700	\$0.86706	\$0.86784	\$0.86578
16	\$0.57300	\$0.87622	\$0.87700	\$0.87491
17	\$0.56700	\$0.86706	\$0.86784	\$0.86578
18	\$0.58500	\$0.89453	\$0.89531	\$0.89318
19	\$0.58500	\$0.89453	\$0.89531	\$0.89318
20	\$0.58500	\$0.89453	\$0.89531	\$0.89318
21	\$0.58500	\$0.89453	\$0.89531	\$0.89318
22	\$0.58700	\$0.89758	\$0.89836	\$0.89622