PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298

August 15, 2011



Advice Letter 4263

Rasha Prince, Director Regulatory Affairs Southern California Gas 555 W. Fifth Street, GT14D6 Los Angeles, CA 90013-1011

Subject: Expedited Advice Letter for Interstate Capacity Contract Between SoCalGas and RRI Energy Services, LLC

Dear Ms. Prince:

Advice Letter 4263 is effective August 17, 2011.

Sincerely,

Julie A. Fitch, Director

Jen A. HA

Energy Division



Rasha Prince
Director
Regulatory Affairs

555 W. Fifth Street, GT14D6 Los Angeles, CA 90013-1011 Tel: 213.244.5141 Fax: 213.244.4957

rprince @semprautilities.com

July 27, 2011

Advice No. 4263 (U 904 G)

Public Utilities Commission of the State of California

<u>Subject</u>: Expedited Advice Letter for Interstate Capacity Contract Between Southern California Gas Company and RRI Energy Services, LLC

Purpose

Southern California Gas Company (SoCalGas) respectfully requests pre-approval of the capacity release with RRI Energy Services, LLC on Kern River Gas Transmission Company's (Kern River) pipeline for 10,350 Dth/d.

Background

Under the interstate capacity acquisition procedure approved in Decision (D.) 04-09-022, contracts for interstate capacity supported by the Division of Ratepayer Advocates (DRA) and The Utility Reform Network (TURN) may be submitted for approval to the California Public Utilities Commission (Commission) by an Expedited Advice Letter.

DRA and TURN have authorized SoCalGas to state that they support the capacity contract with RRI Energy Services, LLC as described below.

Description of Contract

The terms of the contract are confidential and are described in Attachment B submitted under the confidentiality provisions of General Order 66-C and Section 583 of the Public Utilities Code and provided only to the Energy Division, DRA and TURN.

This filing will not create any deviations from SoCalGas' tariffs, cause withdrawal of service from any present customer, or impose any more or less restrictive conditions.

Protests

Anyone may protest this advice letter to the Commission. The protest must state the ground 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 received within 10 days of the date this expedited advice letter was filed with the commission, which is August 6, 2011.

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 email to the attention of Franz Cheng (fcc@cpuc.ca.gov), Maria Salinas (mas@cpuc.ca.gov), and Honesto Gatchalian (ini@cpuc.ca.gov) of the Energy Division. A copy of the protest shall also be sent via both e-mail and facsimile to the addresses 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 Facsímile No. (213) 244-4957

E-Mail: snewsom@semprautilities.com

Attn: Steve Hruby
Regulatory Case Manager – GT14D6
555 West Fifth Street
Los Angeles, CA 90013-1011
Facsímile No. (213) 244-4957
E-Mail: shruby@semprautilities.com

Effective Date

SoCalGas believes that this filing is subject to Energy Division disposition and should be classified as Tier 2 (effective after staff approval) and respectfully requests that this filing become effective on August 17, 2011 which is 21 calendar days after the date filed.

Notice

A copy of this advice letter is being sent to the parties listed on Attachment A, which includes interested parties in R.04-01-025.

Rasha Prince
Director - Regulatory Affairs

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: Sid Newsom		
\square ELC \boxtimes GAS	Phone #: (213) <u>244-2846</u>		
☐ PLC ☐ HEAT ☐ WATER	E-mail: snewsom@semprautilities.com		
EXPLANATION OF UTILITY TYPE		(Date Filed/ Received Stamp by CPUC)	
ELC = Electric GAS = Gas PLC = Pipeline HEAT = Heat V	/ATER = Water		
Advice Letter (AL) #: 4263			
Subject of AL: EAL for Interstate Pipeline Capacity Contract with			
Keywords (choose from CPUC listing): Contracts; Capacity			
AL filing type: Monthly Quarterly Annual One-Time Other Periodic			
If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #: D04-09-022			
Does AL replace a withdrawn or rejected AL? If so, identify the prior AL			
Summarize differences between the A	AL and the prior wi	ithdrawn or rejected AL¹:N/A	
Does AL request confidential treatment? If so, provide explanation: Attachment B is confidential as			
explained in AL.			
Resolution Required? \square Yes \boxtimes No	Tier Designation: \square 1 \boxtimes 2 \square 3		
Requested effective date: 8/17/11		No. of tariff sheets: <u>0</u>	
Estimated system annual revenue eff	fect: (%):Non	<u>e</u>	
Estimated system average rate effect	(%):None		
When rates are affected by AL, include attachment in AL showing average rate effects on customer			
classes (residential, small commercia	-	ıltural, lighting).	
Tariff schedules affected: None			
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 505 Van Ness Ave.		ttention: Sid Newsom 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. 4263

(See Attached Service Lists)

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CPUC

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

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R. Mark Pocta
rmp@cpuc.ca.gov

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

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Long Beach, CA 90806

City of Riverside Joanne Snowden jsnowden@riversideca.gov

Commerce Energy

Blake Lazusso blasuzzo@commerceenergy.com

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Attachment B

Advice No. 4263

Terms of Capacity Agreement Between SoCalGas and RRI Energy Services LLC

This Attachment is being provided only to the Energy Division and Division of Ratepayer Advocates under the confidentiality provisions of the General Order 66-C and Section 583 of the Public Utilities Code and to The Utility Reform Network under the confidentiality provisions of a non-disclosure agreement.