## PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298



December 12, 2012

**Advice Letter 4413** 

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

**Subject: Notification of the Creation of New Affiliates** 

Dear Ms. Prince:

Advice Letter 4413 is effective October 19, 2012.

Sincerely,

Edward F. Randolph, Director

Edward Rambofate

**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

October 19, 2012

Advice No. 4413 (U 904 G)

Public Utilities Commission of the State of California

**Subject: Notification of the Creation of New Affiliates** 

### **Purpose**

Southern California Gas Company (SoCalGas) hereby notifies the California Public Utilities Commission (Commission) of the creation of new affiliates, as defined in the Commission's Affiliate Transaction Rules (the Rules).

## **Background**

In accordance with Commission Decision No. (D.) 97-12-088, in OIR 97-04-011/OII 97-04-012, Appendix A, Rule VI.B, as modified by D.98-08-035, SoCalGas is required to notify the Commission of the creation of any new affiliate addressed by these Rules. Accordingly, SoCalGas is hereby notifying the Commission of the formation of affiliates as shown on the enclosed Attachment B.

D.97-12-088, as subsequently modified by various decisions, adopted rules governing the relationship between California's natural gas local distribution companies and electric utilities and certain of their affiliates. For the purposes of a gas utility, the Rules apply to all utility transactions with affiliates engaging in the provision of a product that uses gas or the provision of services that relate to the use of gas. However, regardless of the foregoing, where explicitly provided, the Rules also apply to a utility's parent holding company and to all of its affiliates, whether or not they engage in the provision of a product that uses gas or electricity or the provision of services that relate to the use of gas or electricity.<sup>1</sup>

No unusual or unique circumstances exist that would require affiliate transaction rule implementation measures for these affiliates beyond those already identified by the utility. Therefore, SoCalGas will apply the provisions of its 2012 Compliance Plan Advice No. 4380 to all transactions with these affiliates. If the Commission modifies or requires the

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<sup>&</sup>lt;sup>1</sup> In accordance with D.06-12-029, only certain Rules apply to holding companies that are not engaged in the provision of gas- or electricity-related products and/or services.

modification of Advice No. 4380, SoCalGas will apply all such changes, or the provisions of such amended plans, to the affiliates included herein.

This filing will not increase or decrease any rate or charge, conflict with any schedules or rules, or cause the withdrawal of service.

## **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, which is November 8, 2012. 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

A copy of the protest should also be sent via e-mail to the attention of the Energy Division Tariff Unit (EDTariffUnit@cpuc.ca.gov). 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: <a href="mailto:snewsom@SempraUtilities.com">snewsom@SempraUtilities.com</a>

## **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, and since this filing is being made in compliance with D.97-12-088, SoCalGas therefore respectfully requests that it become effective on October 19, 2012, which is the date filed.

#### **Notice**

A copy of this Advice Letter is being served to the parties listed on Attachment A.

Rasha Prince
Director – Regulatory Affairs

# 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 904G)								
Utility type:	Contact Person: Sid Newsom							
☐ ELC ☐ GAS	Phone #: (213) <u>244-2846</u>							
☐ PLC ☐ HEAT ☐ WATER	E-mail: SNewsom@semprautilities.com							
EXPLANATION OF UTILITY TY		(Date Filed/ Received Stamp by CPUC)						
ELC = Electric GAS = Gas								
PLC = Pipeline HEAT = Heat WATER = Water								
Advice Letter (AL) #: 4413								
Subject of AL: Notification of the Creation of New Affiliates								
Keywords (choose from CPUC listing): Affiliates								
AL filing type:  Monthly  Quarterly  Annual  One-Time  Other  Periodic								
If AL filed in compliance with a Commission order, indicate relevant Decision/Resolution #:								
D97-12-088, as modified by D98-08-035 and further modified by D06-12-029								
Does AL replace a withdrawn or rejected AL? If so, identify the prior AL No								
Summarize differences between the AL and the prior withdrawn or rejected AL <sup>1</sup> : N/A								
	1	3						
Does AL request confidential treatment? If so, provide explanation: No								
Resolution Required? $\square$ Yes $\boxtimes$ No		Tier Designation: 🛛 1 🔲 2 🔲 3						
Requested effective date: October 19, 2012 No. of tariff sheets: 0								
Estimated system annual revenue effect: (%): N/A								
Estimated system average rate effect (%): N/A								
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: None								
Service affected and changes proposed <sup>1</sup> : <u>N/A</u>								
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 5th Street, GT14D6						
San Francisco, CA 94102		Los Angeles, CA 90013-1011						
EDTariffUnit@cpuc.ca.gov		SNewsom@semprautilities.com						
		Cariffs@socalgas.com						

 $<sup>^{\</sup>rm 1}$  Discuss in AL if more space is needed.

## **ATTACHMENT A**

## Advice No. 4413

(See Attached Service List)

# SoCalGas Advice No. 4413 Attachment B Notification of the Creation of New Affiliates Page 1

New Affiliate Name	Address of Headquarters	Primary Officers	Contact Person	<b>Business Activity Description</b>	Effective Date	Covered by Rules
Mesquite Power Operations, LLC	101 Ash Street San Diego, CA 92101	Michael P. Gallagher, President Randall L. Clark, Vice President and Secretary	Ramon Gonzales 555 W. 5 <sup>th</sup> Street GT15B1 Los Angeles, CA 90013	Conduct operating and maintenance activities and hold permits with respect to the Mesquite Power Generating Station.	8/24/12	Yes