PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298

March 18, 2013



Advice Letter 4465

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

Subject: Daily Balancing Standby Rates for February 15-21, 2013

Dear Ms. Prince:

Advice Letter 4465 is effective February 22, 2013.

Sincerely,

Edward F. Randolph, Director

Edward Randoft

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

February 22, 2013

Advice No. 4465 (U 904 G)

Public Utilities Commission of the State of California

Subject: Daily Balancing Standby Rates for February 15-21, 2013

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 February 15, 2013 through February 21, 2013 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 February 1-21, 2013 the Utility's total inventory in storage was above the "peak day minimum + 20 Bcf trigger" and therefore the five-day period applies. The work paper 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, which is March 14, 2013. 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

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: 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 February 22, 2013, which is the date filed, and are to be applicable to the period of February 15, 2013 through February 21, 2013.

Notice

Attachments

A	copy	of	this	advice	letter i	s being	g sent to	the	parties	listed	on	Attach	ment	Α.

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 904G)					
Utility type:	Utility type: Contact Person: <u>Sid Newsom</u>				
☐ ELC ☐ GAS	Phone #: (213) <u>244-2846</u>				
☐ PLC ☐ HEAT ☐ WATER E-mail: SNewsom@semprautilities.com					
EXPLANATION OF UTILITY TY	PE	(Date Filed/ Received Stamp by CPUC)			
ELC = Electric GAS = Gas PLC = Pipeline HEAT = Heat W	VATER = Water				
Advice Letter (AL) #: 4465	·				
Subject of AL: <u>Daily Balancing Stan</u>	dby Rates for Febr	ruary 15-21, 2013			
	•				
Keywords (choose from CPUC listing)	: Compliance, No	on-core, Procurement			
AL filing type: Monthly Quarter	rly 🗌 Annual 🔲 C	One-Time 🛛 Other <u>Weekly</u>			
If AL filed in compliance with a Comm		-			
D.97-11-070					
Does AL replace a withdrawn or rejec	ted AL? If so, ider	ntify the prior AL <u>No</u>			
Summarize differences between the A	L and the prior wi	ithdrawn or rejected AL¹: <u>N/A</u>			
	•				
Does AL request confidential treatme	nt? If so, provide ϵ	explanation: No			
Resolution Required? Yes No		Tier Designation: 🛛 1 🔲 2 🔲 3			
Requested effective date: 2/22/13		No. of tariff sheets: <u>4</u>			
Estimated system annual revenue eff	ect: (%): <u>N/A</u>				
Estimated system average rate effect	(%): <u>N/A</u>				
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: G-IMB and TOCs					
Service affected and changes proposed ¹ : N/A					
Pending advice letters that revise the same tariff sheets: <u>4447, 4453, 4458, 4462, and 4463</u>					
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				

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

ATTACHMENT A

Advice No. 4465

(See Attached Service List)

ATTACHMENT B Advice No. 4465

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 48904-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 5	Revised 48896-G
Revised 48905-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 6	Revised 48897-G
Revised 48906-G	TABLE OF CONTENTS	Revised 48902-G
Revised 48907-G	TABLE OF CONTENTS	Revised 48903-G

Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

Sheet 5

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RATES (Continued)

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

Daily Balancing Standby Rate, per therm (Continued)

February 2013	Core Retail	Noncore Retail	Wholesale
<u>Day</u>	DB-CR	<u>DB-NR</u>	DB-W
11	\$0.55846	\$0.55961	\$0.55828
12	\$0.54778	\$0.54893	\$0.54763
13	\$0.55541	\$0.55656	\$0.55524
14	\$0.55083	\$0.55198	\$0.55067
15	\$0.55236	\$0.55351	\$0.55219
Period 3 High	\$0.55846	\$0.55961	\$0.55828
16	\$0.53862	\$0.53977	\$0.53849
17	\$0.53862	\$0.53977	\$0.53849
18	\$0.53862	\$0.53977	\$0.53849
19	\$0.53862	\$0.53977	\$0.53849
20	\$0.54931	\$0.55046	\$0.54915
Period 4 High	\$0.54931	\$0.55046	\$0.54915
21	\$0.56304	\$0.56419	\$0.56285
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
Period 6 High	N/A	N/A	N/A

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4465 DECISION NO. 97-11-070

ISSUED BY Lee Schavrien Senior Vice President

(TO BE INSERTED BY CAL. PUC) DATE FILED Feb 22, 2013 Feb 22, 2013 EFFECTIVE RESOLUTION NO.

LOS ANGELES, CALIFORNIA CANCELING

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

48905-G 48897-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 February 1-21, 2013, 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. 4465
DECISION NO. 97-11-070

ISSUED BY

Lee Schavrien

Senior Vice President

(TO BE INSERTED BY CAL. PUC)
DATE FILED Feb 22, 2013
EFFECTIVE Feb 22, 2013
RESOLUTION NO.

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LOS ANGELES, CALIFORNIA CANCELING Revised

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	(Continued)
G-CP	Core Procurement Service
GT-F	Firm Intrastate Transportation Service 48726-G,48727-G,45304-G,45305-G
	for Distribution Level Customers 45306-G,45307-G,45308-G,47167-G
	45310-G,45311-G,45312-G,45313-G
GT-I	Interruptible Intrastate Transportation Service
	for Distribution Level Customers 45317-G,47168-G,45319-G,45320-G
GT-TLS	Interested Transportation Samine for
GI-ILS	Intrastate Transportation Service for Transmission Level Customers45321-G,48730-G,48731-G,48801-G,48572-G
	45326-G,45327-G,47169-G,45329-G,45330-G
	45331-G,45332-G,47170-G, 45334-G,45335-G
GT-SWGX	45336-G,45337-G,45338-G,45339-G Wholesale Natural Gas Service
G-IMB	Transportation Imbalance Service
G-IMD	48904-G,48905-G,43324-G,43325-G,47880-G
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G-OSD G-BTS	Backbone Transportation Service
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	47182-G,47183-G,47184-G,47185-G,47186-G,47187-G
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G-POOL	Pooling Service
G-BSS	Basic Storage Service
0 255	45769-G,45770-G,43051-G
G-AUC	Auction Storage Service
	32712-G,32713-G,36314-G,32715-G
G-LTS	Long-Term Storage Service
	45772-G,45773-G,43055-G
G-TBS	Transaction Based Storage Service
	45776-G,44933-G
G-CBS	UDC Consolidated Billing Service
G-SMT	Secondary Market Transactions
	of Storage Rights
G-TCA	Transportation Charge Adjustment

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4465 DECISION NO. 97-11-070

ISSUED BY Lee Schavrien Senior Vice President

(TO BE INSERTED BY CAL. PUC) DATE FILED Feb 22, 2013 Feb 22, 2013 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.

GENERAL Cal. P.U.C. Sheet No.
Title Page
PRELIMINARY STATEMENT
Part I General Service Information
Part II Summary of Rates and Charges
Part III Cost Allocation and Revenue Requirement 45267-G,45268-G,45269-G,48711-G,47787-G
Part IV Income Tax Component of Contributions and Advances
Part V Balancing Accounts Description and Listing of Balancing Accounts

(Continued)

 $\begin{array}{ll} \text{(TO BE INSERTED BY UTILITY)} \\ \text{ADVICE LETTER NO.} & 4465 \\ \text{DECISION NO.} & 97\text{-}11\text{-}070 \\ \end{array}$

ISSUED BY
Lee Schavrien
Senior Vice President

 $\begin{array}{c} \text{(TO BE INSERTED BY CAL. PUC)} \\ \text{DATE FILED} & \underline{Feb~22,~2013} \\ \text{EFFECTIVE} & \underline{Feb~22,~2013} \\ \text{RESOLUTION NO.} \end{array}$

ATTACHMENT C ADVICE NO. 4465 RATE CALCULATION WORK PAPER DAILY BALANCING STANDBY RATE FILING EFFECTIVE FEBRUARY 15-21, 2013

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 0.151 cents for Core Retail; 0.266 cents for Noncore Retail/Wholesale
(All rates are per therm)

February	NGI's	Daily Balancing Standby Rates				
Day	Price Index	Core Retail	Noncore Retail	Wholesale		
1	\$0.36200	\$0.55388	\$0.55503	\$0.55372		
2	\$0.35800	\$0.54778	\$0.54893	\$0.54763		
3	\$0.35800	\$0.54778	\$0.54893	\$0.54763		
4	\$0.35800	\$0.54778	\$0.54893	\$0.54763		
5	\$0.35900	\$0.54931	\$0.55046	\$0.54915		
6	\$0.36400	\$0.55694	\$0.55809	\$0.55676		
7	\$0.37400	\$0.57219	\$0.57334	\$0.57198		
8	\$0.37100	\$0.56762	\$0.56877	\$0.56742		
9	\$0.36500	\$0.55846	\$0.55961	\$0.55828		
10	\$0.36500	\$0.55846	\$0.55961	\$0.55828		
11	\$0.36500	\$0.55846	\$0.55961	\$0.55828		
12	\$0.35800	\$0.54778	\$0.54893	\$0.54763		
13	\$0.36300	\$0.55541	\$0.55656	\$0.55524		
14	\$0.36000	\$0.55083	\$0.55198	\$0.55067		
15	\$0.36100	\$0.55236	\$0.55351	\$0.55219		
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19	\$0.35200	\$0.53862	\$0.53977	\$0.53849		
20	\$0.35900	\$0.54931	\$0.55046	\$0.54915		
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