PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298

March 27, 2013



Advice Letter 4469

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 22-28, 2013

Dear Ms. Prince:

Advice Letter 4469 is effective March 1, 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

March 1, 2013

Advice No. 4469 (U 904 G)

Public Utilities Commission of the State of California

Subject: Daily Balancing Standby Rates for February 22-28, 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 22, 2013 through February 28, 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 1-28, 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 21, 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 March 1, 2013, which is the date filed, and are to be applicable to the period of February 22, 2013 through February 28, 2013.

Notice

A	copy of	this	advice	letter is	being	sent to	the	parties	listed	on <i>i</i>	Attach	ment	Α.

Rasha Prince
Director – Regulatory Affairs

Attachments

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: Contact Person: Sid Newsom					
☐ ELC ☐ GAS	Phone #: (213) <u>244-2846</u>				
☐ PLC ☐ HEAT ☐ WATER					
EXPLANATION OF UTILITY TY	PE	(Date Filed/ Received Stamp by CPUC)			
ELC = Electric GAS = Gas PLC = Pipeline HEAT = Heat V	VATER = Water				
Advice Letter (AL) #: 4469					
Subject of AL: <u>Daily Balancing Stan</u>	dby Rates for Febr	ruary 22-28, 2013			
Keywords (choose from CPUC listing)	: Compliance, No	on-core, Procurement			
AL filing type: 🗌 Monthly 🗌 Quarter	rly 🗌 Annual 🔲 C	ne-Time 🛛 Other <u>Weekly</u>			
If AL filed in compliance with a Comr	nission order, indi	cate relevant Decision/Resolution #:			
D.97-11-070					
Does AL replace a withdrawn or rejec	eted AL? If so, idea	ntify the prior AL <u>No</u>			
Summarize differences between the A	AL and the prior wi	ithdrawn or rejected AL¹: <u>N/A</u>			
Does AL request confidential treatme	nt? If so, provide e	explanation: No			
Resolution Required? \square Yes \boxtimes No Tier Designation: \boxtimes 1 \square 2 \square 3					
Requested effective date: <u>3/1/13</u> No. of tariff sheets: <u>4</u>					
Estimated system annual revenue eff	fect: (%): <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, 4458, 4462, 4463, and 4465</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	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					

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

ATTACHMENT A

Advice No. 4469

(See Attached Service List)

ATTACHMENT B Advice No. 4469

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 48942-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 5	Revised 48904-G
Revised 48943-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 6	Revised 48905-G
Revised 48944-G	TABLE OF CONTENTS	Revised 48940-G
Revised 48945-G	TABLE OF CONTENTS	Revised 48941-G

Sheet 5

CAL. P.U.C. SHEET NO.

Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

(Continued)

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>	<u>DB-W</u>	
	***	40.77 0.44	40.77020	
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	\$0.54778	\$0.54893	\$0.54763	C
23	\$0.54778	\$0.54893	\$0.54763	11
24	\$0.54778	\$0.54893	\$0.54763	11
25	\$0.54778	\$0.54893	\$0.54763	C
Period 5 High	\$0.56304	\$0.56419	\$0.56285	C
26	\$0.56762	\$0.56877	\$0.56742	C
27	\$0.57067	\$0.57182	\$0.57046	
28	\$0.57677	\$0.57792	\$0.57655	$\begin{bmatrix} 1 \\ C \end{bmatrix}$
Period 6 High	\$0.57677	\$0.57792	\$0.57655	C

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4469 DECISION NO. 97-11-070

ISSUED BY Lee Schavrien Senior Vice President

(TO BE INSERTED BY CAL. PUC) Mar 1, 2013 DATE FILED Mar 1, 2013 **EFFECTIVE** RESOLUTION NO.

Revised Revised

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

48943-G 48905-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 1-28, 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. 4469
DECISION NO. 97-11-070

ISSUED BY

Lee Schavrien

Senior Vice President

 $\begin{array}{c} \text{(TO BE INSERTED BY CAL. PUC)} \\ \text{DATE FILED} & \underline{Mar~1, 2013} \\ \text{EFFECTIVE} & \underline{Mar~1, 2013} \\ \text{RESOLUTION NO.} \end{array}$

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LOS ANGELES, CALIFORNIA CANCELING Revised

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

48944-G 48940-G

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	(Continued)
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GT-F	Firm Intrastate Transportation Service 48726-G,48727-G,45304-G,45305-G
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	45310-G,45311-G,45312-G,45313-G
GT-I	Interruptible Intrastate Transportation Service
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GT-TLS	Intrastate Transportation Service for
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	45336-G,45337-G,45338-G,45339-G
GT-SWGX	Wholesale Natural Gas Service
G-IMB	Transportation Imbalance Service
	48942-G,48943-G,43324-G,43325-G,47880-G
G-OSD	Off-System Delivery Service47345-G*,47346-G,48315-G,47348-G
G-BTS	Backbone Transportation Service
	47176-G,47177-G**,47178-G,47179-G,47180-G,47181-G
	47182-G,47183-G,47184-G,47185-G,47186-G,47187-G
	43333-G,43334-G,43335-G,43336-G
G-POOL	Pooling Service
G-BSS	Basic Storage Service
	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
G GD G	45776-G,44933-G
G-CBS	UDC Consolidated Billing Service
G-SMT	Secondary Market Transactions
G TG A	of Storage Rights
G-TCA	Transportation Charge Adjustment

(Continued)

(TO BE INSERTED BY UTILITY)
ADVICE LETTER NO. 4469
DECISION NO. 97-11-070

ISSUED BY
Lee Schavrien
Senior Vice President

 $\begin{array}{c} \text{(TO BE INSERTED BY CAL. PUC)} \\ \text{DATE FILED} & \underline{Mar~1,\,2013} \\ \text{EFFECTIVE} & \underline{Mar~1,\,2013} \\ \text{RESOLUTION NO.} \end{array}$

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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.

<u>GENERAL</u>	Cal. P.U.C. Sheet No.
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Part I General Service Information	7-G,24332-G,24333-G,24334-G,24749-G
Part II Summary of Rates and Charges	8-G,48919-G,48800-G,48705-G,48920-G 6-G,48921-G,48922-G,48923-G,48710-G
Part III Cost Allocation and Revenue Requirement 4526	7-G,45268-G,45269-G,48711-G,47787-G
Part IV Income Tax Component of Contributions and Advances	s
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) Hazardous Substance Cost Recovery Account (HSCRA) Gas Cost Rewards and Penalties Account (GCRPA) Pension Balancing Account (PBA) Post-Retirement Benefits Other Than Pensions Balancing	

(Continued)

 $\begin{array}{ll} \text{(TO BE INSERTED BY UTILITY)} \\ \text{ADVICE LETTER NO.} & 4469 \\ \text{DECISION NO.} & 97\text{-}11\text{-}070 \\ \end{array}$

ISSUED BY
Lee Schavrien
Senior Vice President

 $\begin{array}{c} \text{(TO BE INSERTED BY CAL. PUC)} \\ \text{DATE FILED} & \underline{Mar~1,2013} \\ \text{EFFECTIVE} & \underline{Mar~1,2013} \\ \text{RESOLUTION NO.} \end{array}$

ATTACHMENT C ADVICE NO. 4469 RATE CALCULATION WORK PAPER DAILY BALANCING STANDBY RATE FILING EFFECTIVE FEBRUARY 22-28, 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				
<u>Day</u>	Price Index	Core Retail	Noncore Retail	<u>Wholesale</u>		
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		
16	\$0.35200	\$0.53862	\$0.53977	\$0.53849		
17	\$0.35200	\$0.53862	\$0.53977	\$0.53849		
18	\$0.35200	\$0.53862	\$0.53977	\$0.53849		
19	\$0.35200	\$0.53862	\$0.53977	\$0.53849		
20	\$0.35900	\$0.54931	\$0.55046	\$0.54915		
21	\$0.36800	\$0.56304	\$0.56419	\$0.56285		
22	\$0.35800	\$0.54778	\$0.54893	\$0.54763		
23	\$0.35800	\$0.54778	\$0.54893	\$0.54763		
24	\$0.35800	\$0.54778	\$0.54893	\$0.54763		
25	\$0.35800	\$0.54778	\$0.54893	\$0.54763		
26	\$0.37100	\$0.56762	\$0.56877	\$0.56742		
27	\$0.37300	\$0.57067	\$0.57182	\$0.57046		
28	\$0.37700	\$0.57677	\$0.57792	\$0.57655		