# PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298

April 17, 2013



# **Advice Letter 4471**

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

Subject: Daily Balancing Standby Rates for March 1-8, 2013

Dear Ms. Prince:

Advice Letter 4471 is effective March 11, 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 11, 2013

Advice No. 4471 (U 904 G)

Public Utilities Commission of the State of California

Subject: Daily Balancing Standby Rates for March 1-8, 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 March 1, 2013 through March 8, 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 March 1-8, 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 31, 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 11, 2013, which is the date filed, and are to be applicable to the period of March 1, 2013 through March 8, 2013.

## Notice

A	сору	of this	advice	letter is	s being	sent to	the p	parties	listed (	on A	ttachn	nent A.

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:	ility type: Contact Person: <u>Sid Newsom</u>					
☐ ELC ☐ GAS	Phone #: (213) <u>244-2846</u>					
☐ PLC ☐ HEAT ☐ WATER	☐ 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 WATER = Water						
Advice Letter (AL) #: 4471						
Subject of AL: <u>Daily Balancing Stan</u>	dby Rates for Mar	ch 1-8, 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 Comr	nission order, indi	cate relevant Decision/Resolution #:				
D.97-11-070						
Does AL replace a withdrawn or rejec	cted 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	ent? If so, provide e	explanation: No				
Resolution Required?   Yes   No		Tier Designation: 🛛 1 🔲 2 🔲 3				
Requested effective date: 3/11/13		No. of tariff sheets: <u>5</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, included classes (residential, small commercial)		L showing average rate effects on customer ultural, lighting).				
Tariff schedules affected: <u>G-IMB and</u>	l TOCs					
Service affected and changes proposed <sup>1</sup> : N/A						
Pending advice letters that revise the same tariff sheets: <u>4447, 4458, 4462, 4463, 4465, and 4469</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., San Francisco, CA 94102		555 West 5 <sup>th</sup> Street, GT14D6 Los Angeles, CA 90013-1011				
EDTariffUnit@cpuc.ca.gov SNewsom@semprautilities.com						

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

# **ATTACHMENT A**

# Advice No. 4471

(See Attached Service List)

# ATTACHMENT B Advice No. 4471

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 48965-G	Schedule No. G-IMB, TRANSPORTATION	Revised 48895-G
Revised 48966-G	IMBALANCE SERVICE, Sheet 4 Schedule No. G-IMB, TRANSPORTATION	Revised 48942-G
Revised 48967-G	IMBALANCE SERVICE, Sheet 5 Schedule No. G-IMB, TRANSPORTATION	Revised 48943-G
	IMBALANCE SERVICE, Sheet 6	
Revised 48968-G	TABLE OF CONTENTS	Revised 48963-G
Revised 48969-G	TABLE OF CONTENTS	Revised 48964-G

48965-G 48895-G

# Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

Sheet 4

(Continued)

RATES (Continued)

Daily Balancing Standby Rates (Continued)

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. Authorized F&U will not be added to any daily stand-by balancing charge for the Utility Gas Procurement Department to the extent it is collected elsewhere.

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. Authorized F&U will not be added to any daily stand-by balancing charge for the Utility Gas Procurement Department to the extent it is collected elsewhere.

Daily Balancing Standby Rate, per therm

March 2013	Core Retail	Noncore Retail	Wholesale	T
<u>Day</u>	<u>DB-CR</u>	<u>DB-NR</u>	<u>DB-W</u>	
1	\$0.55999	\$0.56114	\$0.55981	C
2	\$0.55083	\$0.55198	\$0.55067	11
3	\$0.55083	\$0.55198	\$0.55067	l î
4	\$0.55083	\$0.55198	\$0.55067	11
5	\$0.56609	\$0.56724	\$0.56589	C
Period 1 High	\$0.56609	\$0.56724	\$0.56589	C
6	\$0.57525	\$0.57640	\$0.57503	C
7	\$0.57067	\$0.57182	\$0.57046	11
8	\$0.56914	\$0.57029	\$0.56894	C
9	N/A	N/A	N/A	T
10	N/A	N/A	N/A	T
Period 2 High	N/A	N/A	N/A	Т

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4471 DECISION NO. 97-11-070

ISSUED BY Lee Schavrien Senior Vice President

(TO BE INSERTED BY CAL. PUC) Mar 11, 2013 DATE FILED Mar 11, 2013 EFFECTIVE RESOLUTION NO.

48966-G 48942-G

Sheet 5

# Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

(Continued)

**RATES** (Continued)

**Daily Balancing Standby Rates** (Continued)

Daily Balancing Standby Rate, per therm (Continued)

March 2013 <u>Day</u>	Core Retail <u>DB-CR</u>	Noncore Retail <u>DB-NR</u>	Wholesale <u>DB-W</u>	Т
11	N/A	N/A	N/A	$ _{\mathrm{T}}$
12	N/A	N/A	N/A	
13	N/A	N/A	N/A	li
14	N/A	N/A	N/A	li
15	N/A	N/A	N/A	Ť
Period 3 High	N/A	N/A	N/A	Т
16	N/A	N/A	N/A	$ _{\mathrm{T}}$
17	N/A	N/A	N/A	
18	N/A	N/A	N/A	li
19	N/A	N/A	N/A	li
20	N/A	N/A	N/A	T
Period 4 High	N/A	N/A	N/A	Т
21	N/A	N/A	N/A	T
22	N/A	N/A	N/A	11
23	N/A	N/A	N/A	
24	N/A	N/A	N/A	
25	N/A	N/A	N/A	Т
Period 5 High	N/A	N/A	N/A	Т
26	N/A	N/A	N/A	Т
27	N/A	N/A	N/A	11
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	Т
Period 6 High	N/A	N/A	N/A	Т

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4471 DECISION NO. 97-11-070

ISSUED BY Lee Schavrien Senior Vice President

(TO BE INSERTED BY CAL. PUC) DATE FILED Mar 11, 2013 Mar 11, 2013 EFFECTIVE RESOLUTION NO.

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

48967-G 48943-G

# Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

Sheet 6

T

(Continued)

**RATES** (Continued)

Daily Balancing Standby Rates (Continued)

Daily Balancing Standby Rate, per therm (Continued)

Note: For the days of March 1-8, 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. 4471
DECISION NO. 97-11-070

ISSUED BY

Lee Schavrien

Senior Vice President

(TO BE INSERTED BY CAL. PUC)

DATE FILED Mar 11, 2013

EFFECTIVE Mar 11, 2013

RESOLUTION NO.

LOS ANGELES, CALIFORNIA CANCELING

	TABLE OF CONTENTS						
(Continued)							
G-CP	Core Procurement Service 47480-G	4,48960-G,48961-G,48938-G,37933-G					
GT-F	Firm Intrastate Transportation Service						
	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.	48728-G,48729-G,45316-G					
	for Distribution Level Customers	45317-G,47168-G,45319-G,45320-G					
GT-TLS	Intrastate Transportation Service for						
	Transmission Level Customers45321-G	4,48730-G,48731-G,48801-G,48572-G					
	45326-G	4,45327-G,47169-G,45329-G,45330-G					
	45331-G,	,45332-G,47170-G, 45334-G,45335-G					
		45336-G,45337-G,45338-G,45339-G					
GT-SWGX	Wholesale Natural Gas Service						
G-IMB	Transportation Imbalance Service						
		4,48967-G,43324-G,43325-G,47880-G					
G-OSD	Off-System Delivery Service						
G-BTS	Backbone Transportation Service						
		<sup>2</sup> ,47178-G,47179-G,47180-G,47181-G					
	47182-G,47183-G	5,47184-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						
		45776-G,44933-G					
G-CBS	UDC Consolidated Billing Service	34071-G,34072-G,34073-G,33095-G					
G-SMT	Secondary Market Transactions	45250 G 45260 G 45261 G					

(Continued)

(TO BE INSERTED BY UTILITY) ADVICE LETTER NO. 4471 DECISION NO. 97-11-070

2H8

G-TCA

ISSUED BY Lee Schavrien Senior Vice President

(TO BE INSERTED BY CAL. PUC) Mar 11, 2013 Mar 11, 2013 RESOLUTION NO.

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DATE FILED EFFECTIVE

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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.

<u>GENERAL</u>	Cal. P.U.C. Sheet No.
Title Page  Table of ContentsGeneral and Preliminary Statement  Table of ContentsService Area Maps and Descriptions  Table of ContentsRate Schedules  Table of ContentsList of Cities and Communities Served  Table of ContentsList of Contracts and Deviations  Table of ContentsRules  Table of ContentsSample Forms	
PRELIMINARY STATEMENT	
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Part II Summary of Rates and Charges	7-G,48948-G,48800-G,48705-G,48949-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	

(Continued)

 $\begin{array}{ll} \text{(TO BE INSERTED BY UTILITY)} \\ \text{ADVICE LETTER NO.} & 4471 \\ \text{DECISION NO.} & 97\text{-}11\text{-}070 \\ \end{array}$ 

ISSUED BY
Lee Schavrien
Senior Vice President

 $\begin{array}{c} \text{(TO BE INSERTED BY CAL. PUC)} \\ \text{DATE FILED} & \underline{Mar\ 11,\ 2013} \\ \text{EFFECTIVE} & \underline{Mar\ 11,\ 2013} \\ \text{RESOLUTION NO.} \end{array}$ 

# ATTACHMENT C ADVICE NO. 4471 RATE CALCULATION WORK PAPER DAILY BALANCING STANDBY RATE FILING EFFECTIVE MARCH 1-8, 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)

March	NGI's	Daily Balancing Standby Rates				
<u>Day</u>	<b>Price Index</b>	Core Retail	Noncore Retail	<b>Wholesale</b>		
1	\$0.36600	\$0.55999	\$0.56114	\$0.55981		
2	\$0.36000	\$0.55083	\$0.55198	\$0.55067		
3	\$0.36000	\$0.55083	\$0.55198	\$0.55067		
4	\$0.36000	\$0.55083	\$0.55198	\$0.55067		
5	\$0.37000	\$0.56609	\$0.56724	\$0.56589		
6	\$0.37600	\$0.57525	\$0.57640	\$0.57503		
7	\$0.37300	\$0.57067	\$0.57182	\$0.57046		
8	\$0.37200	\$0.56914	\$0.57029	\$0.56894		