

January 7, 2014

Advice Letter: 4567-G

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

SUBJECT: Daily Balancing Standby Rates for November 16-22, 2013

Dear Ms. Prince:

Advice Letter 4567-G is effective as of November 25, 2013.

Sincerely,

Edward Randoph

Edward F. Randolph, Director 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

November 25, 2013

Advice No. 4567 (U 904 G)

Public Utilities Commission of the State of California

Subject: Daily Balancing Standby Rates for November 16-22, 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 November 16, 2013 through November 22, 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 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:

- 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 November 1-22, 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 December 15, 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 (<u>EDTariffUnit@cpuc.ca.gov</u>). A copy of the protest should also be sent via both e-mail <u>and</u> 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 November 25, 2013, which is the date filed, and are to be applicable to the period of November 16, 2013 through November 22, 2013.

Notice

A copy of this advice letter is being sent to the parties listed on Attachment A.

Rasha Prince Director – Regulatory Affairs

Attachments

CALIFORNIA PUBLIC UTILITIES COMMISSION

ADVICE LETTER FILING SUMMARY

MUST BE COMPLE	ENERGY UT	ILITY attach additional pages as needed)	
Company name/CPUC Utility No. SOU			
Utility type:	Contact Person: Sid Newsom		
\Box ELC \boxtimes GAS	Phone #: (213) 2 <u>44-2846</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	VATER = Water		
Advice Letter (AL) #: <u>4567</u>			
Subject of AL: Daily Balancing Stand	<u>by Rates for Novem</u>	ber 16-22, 2013	
Keywords (choose from CPUC listing):	Compliance, Non-	core, Procurement	
AL filing type: 🗌 Monthly 🗌 Quarter	ly 🗌 Annual 🗌 On	e-Time 🛛 Other 🛛 <u>Weekly</u>	
If AL filed in compliance with a Comm	ission order, indicat	e relevant Decision/Resolution #:	
Does AL replace a withdrawn or reject	ed AL? If so, identi	fy the prior AL No	
Summarize differences between the AI			
	P		
Does AL request confidential treatmen	t? If so, provide exp	lanation: No	
Resolution Required? Yes No Tier Designation: 1 2 3			
Requested effective date: 11/25/13 No. of tariff sheets: 4			
Estimated system annual revenue effe	ct: (%): <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: 4560 and 4561			
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		outhern California Gas Company	
Attention: Tariff Unit		Attention: Sid Newsom	
505 Van Ness Ave., See Francisco CA 04109		555 West 5 th Street, GT14D6	
	an Francisco, CA 94102 Los Angeles, CA 90013-1011		
EDTariffUnit@cpuc.ca.gov		SNewsom@semprautilities.com	

¹ Discuss in AL if more space is needed.

ATTACHMENT A

Advice No. 4567

(See Attached Service List)

ATTACHMENT B Advice No. 4567

Cal. P.U.C. Sheet No.	Title of Sheet	Cancelling Cal. P.U.C. Sheet No.
Revised 49754-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 5	Revised 49705-G
Revised 49755-G	Schedule No. G-IMB, TRANSPORTATION IMBALANCE SERVICE, Sheet 6	Revised 49706-G
Revised 49756-G	TABLE OF CONTENTS	Revised 49747-G
Revised 49757-G	TABLE OF CONTENTS	Revised 49748-G

LOS ANGELES, CALIFORNIA CANCELING Revised

Revised CAL. P.U.C. SHEET NO. 49754-G CAL. P.U.C. SHEET NO. 49705-G

Schedule No. G-IMB TRANSPORTATION IMBALANCE SERVICE

Sheet 5

(Continued)

<u>RATES</u> (Continued)

Daily Balancing Standby Rates (Continued)

Daily Balancing Standby Rate, per therm (Continued)

November 2013 <u>Day</u>	Core Retail <u>DB-CR</u>	Noncore Retail <u>DB-NR</u>	Wholesale <u>DB-W</u>
11	\$0.55867	\$0.55982	\$0.55827
12	\$0.57698	\$0.57813	\$0.57653
13	\$0.57851	\$0.57966	\$0.57806
14	\$0.57393	\$0.57508	\$0.57349
15	\$0.53882	\$0.53997	\$0.53848
Period 3 High	\$0.57851	\$0.57966	\$0.57806
16	\$0.55867	\$0.55982	\$0.55827
17	\$0.55867	\$0.55982	\$0.55827
18	\$0.55867	\$0.55982	\$0.55827
19	\$0.58156	\$0.58271	\$0.58110
20	\$0.56172	\$0.56287	\$0.56131
Period 4 High	\$0.58156	\$0.58271	\$0.58110
21	\$0.56477	\$0.56592	\$0.56436
22	\$0.58920	\$0.59035	\$0.58871
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
29	N/A	N/A	N/A
30	N/A	N/A	N/A
Period 6 High	N/A	N/A	N/A

	(Continued)	
(TO BE INSERTED BY UTILITY)	ISSUED BY	(TO BE INSERTED BY CAL. PUC)
ADVICE LETTER NO. 4567	Lee Schavrien	DATE FILED Nov 25, 2013
DECISION NO. 97-11-070	Senior Vice President	EFFECTIVE Nov 25, 2013
5H13		RESOLUTION NO.

LOS ANGELES, CALIFORNIA CANCELING

49706-G CAL. P.U.C. SHEET NO.

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 November 1-22, 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)

ISSUED BY Lee Schavrien Senior Vice President

(TO BE INSERTED BY CAL. PUC) Nov 25, 2013 DATE FILED Nov 25, 2013 EFFECTIVE **RESOLUTION NO.**

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(Continued)

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GT-F	Firm Intrastate Transportation Service 49231-G,49232-G,49427-G,49428-G
	for Distribution Level Customers 49429-G,49430-G,45308-G,47167-G
	45310-G,45311-G,45312-G,45313-G
GT-I	Interruptible Intrastate Transportation Service 49233-G,49234-G,49432-G
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GT-TLS	Intrastate Transportation Service for
01 125	Transmission Level Customers45321-G,49235-G,49236-G,49237-G,49433-G
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GT-SWGX	Wholesale Natural Gas Service
G-IMB	Transportation Imbalance Service
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G-OSD	Off-System Delivery Service
G-BTS	Backbone Transportation Service
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G-BSS	Basic Storage Service
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G-AUC	Auction Storage Service
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G-LTS	Long-Term Storage Service
	45772-G,45773-G,43055-G
G-TBS	Transaction Based Storage Service 45355-G,43340-G,48819-G,45775-G
	45776-G,44933-G
G-CBS	UDC Consolidated Billing Service
G-SMT	Secondary Market Transactions
	of Storage Rights
G-TCA	Transportation Charge Adjustment

(Continued)

ISSUED BY Lee Schavrien Senior Vice President (TO BE INSERTED BY CAL. PUC) DATE FILED <u>Nov 25, 2013</u> EFFECTIVE <u>Nov 25, 2013</u> RESOLUTION NO.

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.

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+70+1-0,+0+51-0,+0+52-0,+0500-0,+7050-0,+7051-0,+7052-0,+7215-0	,
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Core Fixed Cost Account (CFCA)	
Noncore Fixed Cost Account (NFCA)	
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Noncore Storage Balancing Account (NSBA)	
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Hazardous Substance Cost Recovery Account (HSCRA)	
Gas Cost Rewards and Penalties Account (GCRPA)	
Pension Balancing Account (PBA)	
Post-Retirement Benefits Other Than Pensions Balancing Account (PBOPBA) . 49311-G,49312-C	
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ISSUED BY Lee Schavrien Senior Vice President

(TO BE INSERTED BY CAL. PUC)			
DATE FILED	Nov 25, 2013		
EFFECTIVE	Nov 25, 2013		
RESOLUTION NO.			

ATTACHMENT C ADVICE NO. 4567 RATE CALCULATION WORK PAPER DAILY BALANCING STANDBY RATE FILING EFFECTIVE NOVEMBER 16-22, 2013

Daily Balancing Standby Rate = 150% x (NGI's Price Index + F&U Charge) + Brokerage Fee F&U Charge is 1.7638% of NGI's Price Index for Retail and 1.4809% for Wholesale Brokerage Fee is 0.151 cents for Core Retail; 0.266 cents for Noncore Retail/Wholesale

November	NGI's	Daily Balancing Standby Rates		
Day	Price Index	Core Retail	Noncore Retail	<u>Wholesale</u>
1	\$0.37700	\$0.57698	\$0.57813	\$0.57653
2	\$0.35100	\$0.53730	\$0.53845	\$0.53696
3	\$0.35100	\$0.53730	\$0.53845	\$0.53696
4	\$0.35100	\$0.53730	\$0.53845	\$0.53696
5	\$0.35500	\$0.54340	\$0.54455	\$0.54305
6	\$0.35700	\$0.54646	\$0.54761	\$0.54609
7	\$0.36500	\$0.55867	\$0.55982	\$0.55827
8	\$0.36700	\$0.56172	\$0.56287	\$0.56131
9	\$0.36500	\$0.55867	\$0.55982	\$0.55827
10	\$0.36500	\$0.55867	\$0.55982	\$0.55827
11	\$0.36500	\$0.55867	\$0.55982	\$0.55827
12	\$0.37700	\$0.57698	\$0.57813	\$0.57653
13	\$0.37800	\$0.57851	\$0.57966	\$0.57806
14	\$0.37500	\$0.57393	\$0.57508	\$0.57349
15	\$0.35200	\$0.53882	\$0.53997	\$0.53848
16	\$0.36500	\$0.55867	\$0.55982	\$0.55827
17	\$0.36500	\$0.55867	\$0.55982	\$0.55827
18	\$0.36500	\$0.55867	\$0.55982	\$0.55827
19	\$0.38000	\$0.58156	\$0.58271	\$0.58110
20	\$0.36700	\$0.56172	\$0.56287	\$0.56131
21	\$0.36900	\$0.56477	\$0.56592	\$0.56436
22	\$0.38500	\$0.58920	\$0.59035	\$0.58871

(All rates are per therm)